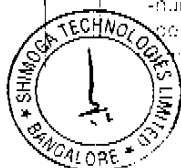


**Shimoga Technologies Limited**  
 (Regd. Office: 135/3A, 11th Cross, Malleshwaram, Bangalore - 560 003)  
**FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2010 (REVIEWED)**

| (RS in lakhs) |                                                                                                                                  |                                  |                                  |                                       |
|---------------|----------------------------------------------------------------------------------------------------------------------------------|----------------------------------|----------------------------------|---------------------------------------|
| Sl No         | Particulars                                                                                                                      | Three months ended<br>31.12.2010 | Three months ended<br>31.12.2009 | year ended<br>31.03.2010<br>(Audited) |
| 1             | (a) Net sales/income from operations                                                                                             | 0.85                             | 6.75                             | 23.63                                 |
|               | (b) Loss: Excise duty & taxes                                                                                                    | 3.10                             | 0.75                             | 2.63                                  |
|               | (c) Net sales/income from operations                                                                                             | 0.75                             | 6.00                             | 21.00                                 |
|               | (d) Other operating income                                                                                                       | -                                | 0.16                             | 26.49                                 |
|               | <b>Total {1(C) +1(D)}</b>                                                                                                        | <b>0.75</b>                      | <b>6.16</b>                      | <b>47.49</b>                          |
| 2             | (a) (Increase)/decrease in stock in trade                                                                                        | -                                | -                                | -                                     |
|               | (b) Consumption of raw materials & components                                                                                    | -                                | -                                | -                                     |
|               | (c) Other cost                                                                                                                   | -                                | 0.01                             | 0.15                                  |
|               | (d) Other Expenditure                                                                                                            | 3.87                             | 1.33                             | 9.86                                  |
|               | (e) Depreciation                                                                                                                 | 5.16                             | 5.66                             | 21.69                                 |
|               | <b>Total Expenditure {2(a)+(e)}</b>                                                                                              | <b>8.83</b>                      | <b>7.00</b>                      | <b>31.70</b>                          |
| 3             | <b>Profit(+)/Loss(-) from operations before other income, Interest, Exceptional/extraordinary &amp; prior period items (1-2)</b> | <b>-8.08</b>                     | <b>(0.84)</b>                    | <b>15.79</b>                          |
|               | Other income                                                                                                                     | -                                | -                                | 9.76                                  |
| 4             | Profit/-Loss - before interest: 3-4                                                                                              | -8.08                            | -0.84                            | 25.55                                 |
| 5             | Interest expenses                                                                                                                | 0.23                             | 6.81                             | 23.40                                 |
| 6             | Profit/-Loss- from Ordinary activities: 5-6)                                                                                     | -8.32                            | (7.65)                           | 2.15                                  |
| 7             |                                                                                                                                  |                                  |                                  |                                       |
| 8             | Tax expense: deferred Tax                                                                                                        | 0.00                             | -                                | -                                     |
| 9             | <b>Net Profit(+)/Loss(-) from ordinary activities after Tax (7-8)</b>                                                            | <b>-8.32</b>                     | <b>(7.65)</b>                    | <b>2.15</b>                           |
| 10            | <b>Extraordinary &amp; prior period items</b>                                                                                    |                                  |                                  |                                       |
|               | -Sales Tax liability no longer required written back/waived off                                                                  | -                                | -                                | -                                     |
|               | -Sundry Creditors written back                                                                                                   | -                                | -                                | -                                     |
|               | -Excess provision written back                                                                                                   | 2.22                             | -                                | -                                     |
|               | -Other income                                                                                                                    | -                                | -                                | -                                     |
|               | -Fringe benefit Tax previous year                                                                                                | -                                | 0.00                             | -0.10                                 |
|               | -Prior period adjustments: Net                                                                                                   | (0.12)                           | -                                | -0.15                                 |
| 11            | <b>Net Profit(+)/Loss(-) for the period (9-10)</b>                                                                               | <b>-6.22</b>                     | <b>(7.65)</b>                    | <b>1.90</b>                           |
| 12            | Paid up equity share capital: Face value of RS 1/- each)                                                                         | <b>432</b>                       | <b>432</b>                       | <b>432</b>                            |
| 13            | Reserves excluding revaluation reserves as per balance sheet of previous accounting year                                         | Nil                              | Nil                              | Nil                                   |
| 14            | Earnings per share: EPS - in RS                                                                                                  |                                  |                                  |                                       |
|               | (a) Basic and diluted EPS before Extraordinary & prior period items (not annualised)                                             | -0.02                            | -0.02                            | 0.00                                  |
|               | (b) Basic and diluted EPS after extraordinary & prior period items (not annualised)                                              | -0.01                            | -0.02                            | 0.00                                  |
| 15            | Aggregate of non promoter share holding                                                                                          |                                  |                                  |                                       |
|               | a. number of shares                                                                                                              | 42,788,680                       | 42,788,680                       | 42,788,680                            |
|               | b. percentage of shares                                                                                                          | 99.05                            | 99.05                            | 99.05                                 |
| 16            | promoters and promoter group shareholding                                                                                        |                                  |                                  |                                       |
|               | a. pledged/Encumbered                                                                                                            |                                  |                                  |                                       |
|               | -number of shares                                                                                                                | Nil                              | Nil                              | Nil                                   |
|               | -percentage of shares as a % of promoters and promoter group                                                                     | -                                | -                                | -                                     |



|                                                                       |        |        |        |
|-----------------------------------------------------------------------|--------|--------|--------|
| -percentage of shares as a % of total share capital of the company)   | -      | -      | -      |
| b. Non-encumbered                                                     |        |        |        |
| - Number of shares                                                    | 411320 | 411320 | 411320 |
| -percentage of shares as a % of promoters and promoter group holding) | 100%   | 100%   | 100%   |
| -percentage of shares as a % of total share capital of the company)   | 0.95%  | 0.95%  | 0.95%  |

## Notes:

1. Status of investor grievances for the quarter ended 31 December 2010. Opening: 1; Received: Nil; Resolved: Nil; Pending: 1

2. The above results have been reviewed by the Audit committee and approved by the Board at their meeting held on 29 January 2011. The statutory auditors have conducted a "Limited Review" of these results in compliance of Clause 11 of listing agreement

3. The Company is in the steel forging business segment and does not have more than one reportable segment in line with the Accounting Standard (AS) 17 - "Segment reporting" issued by the Institute of Chartered Accountants of India and hence segment reporting is not provided.

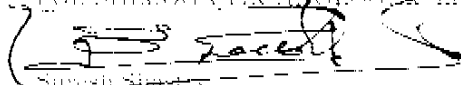
4. With a view to curtail the manufacturing losses the company has leased its facilities in accordance with the resolution of the shareholders at its extra ordinary general meeting held on 20 March 2009. The company has entered into an agreement on 29 March 2009 with Bhagavathi Enterprises Limited for leasing the manufacturing facilities with effect from 1 April 2009 for period of 11 months. The lease has been renewed for the period of 11 months w.e.f 1 March 2010. Considering the fact that the manufacturing facilities are still in use and taking into account, the management's assessment of improvement in the economic conditions in general, the accounts of the company have been prepared on a "going concern" basis although the manufacturing facilities have been leased and there is erosion in the net worth of the company due to accumulated losses.

5. Figures for the quarter are not comparable to the corresponding quarter/year of the previous year due to reduction in leases rental due to increased deposits obtained from Bhavarhi Enterprises Limited

6. The figures for the previous periods have been regrouped wherever necessary to confirm the current period's presentation.

On behalf of the Board of Directors

FOR SHIMOGA TECHNOLOGIES LIMITED

  
Suresh Shastri

Director

Date:29.01.2011

Place: Bangalore