

POLAR INDUSTRIES LTD
R.O.: 51 Ezra Street, 2nd Floor Kolkata-700 001
Unaudited (Reviewed) Financial Results for the Quarter ended 30th June '2010

Particulars	Quarter Ended		3 Month Ending		Rs In Lacs
					12 Months
	30.06.2010	30.06.2009	30.06.2010	30.06.2009	Ended
					Audited
1(a).Net Sales / Income from operation	23.73	1273.39	23.73	1273.39	1982.04
(b)Other Operating Income	0.00	135.20	0.00	135.20	301.48
Total (a+b)	23.73	1408.59	23.73	1408.59	2283.52
2 Expenditure					
a) (Increase)/decrease in stock in trade and work in progress.	22.06	181.10	22.06	181.10	939.96
b) Consumption of raw material	0.00	442.31	(0.00)	442.31	717.07
c) Purchase of Traded Goods	0.00	331.41	0.00	331.41	249.18
d) Staff Cost	11.38	140.45	11.38	140.45	332.38
e) Depreciation	3.00	14.10	3.00	14.10	42.93
f) Foreign Exchange Fluctuation	65.75		65.75		
g) Other expenditure	23.56	372.04	23.56	372.04	1041.12
g) Total	125.75	1481.41	125.75	1481.41	3322.64
3. Profit from Operation before other income,interest & Exceptional items	(102.01)	(72.84)	(102.01)	(72.84)	(1039.12)
4. Other Income	0.00	2.64	0.00	2.64	2724.09
5. Profit before interest & Exceptional items	(102.01)	(70.20)	(102.01)	(70.20)	1684.97
6. Interest	25.12	35.39	25.12	35.39	92.53
7. Profit after interest but before Exceptional items	(127.14)	(105.59)	(127.14)	(105.59)	1592.44
8. Exceptional Items	0.00		0.00		
9. Profit/(Loss) from ordinary activities before tax	(127.14)	(105.59)	(127.14)	(105.59)	1592.44
10. Tax Expenses - Current					
- Fringe Benefit Tax					
11. Profit/(Loss) from ordinary activities after tax	(127.14)	(105.59)	(127.14)	(105.59)	1592.44
12 Extra Ordinary Items (Net of Tax Expense)	0.00		0.00		0.00
13. Net Profit (+)/ Loss (-) for the period	(127.14)	(105.59)	(127.14)	(105.59)	1592.44
14. Paid up equity share capital	2120.21	2120.21	2120.21	2120.21	2120.21
(Face value Rs. 10 per share)			0.00		
15. Reserve (Excluding Revaluation Reserve)					
as per last audit balance sheet			0.00		
16. Basic and Diluted EPS					
(Face value Rs.10/- per share)			0.00		
i) Before Exceptional items	(0.60)	(0.58)	(0.60)	(0.58)	7.84
ii) After Exceptional items	(0.60)	(0.58)	(0.60)	(0.58)	7.84
17. Public shareholdings (Aggregate of non-promoter shareholdings)					
-Number of shares	13283598	13283598	13283598	13283598	13283598
-Percentage of shareholdings	62.65%	62.65%	62.65%	62.65%	62.65%
18. Promoters and promoter group Share holding					
a) Pledged / Encumbered					
- Nos. of shares	7838335	7838335	7838335	7838335	7838335
-Percentage of shares	98.97%	98.99%	98.97%	98.99%	98.97%
-Percentage of share capital	36.97%	36.97%	36.97%	36.97%	36.97%
b) Non Pledged / Encumbered					
- Nos. of shares	N/A	N/A	N/A	N/A	N/A
-Percentage of shares					
c) Promoter and promoters group	80135	80135	80135	80135	80135
-Percentage of shares	1.01%	1.01%	1.01%	1.01%	1.01%
-Percentage of share capital	0.38%	0.38%	0.38%	0.38%	0.38%

Place: Kolkatta
Dated 06.08.2010

Segment Reporting

Particulars	Quarter Ended		3 Month Ending		12 Months
	30.06.2010	30.06.2009	30.06.2010	30.06.2009	31.03.2010
					Audited
Segment Revenue					
a.Fan Segment	23.73	1250.79	23.73	1250.79	2039.58
b.Others Segment		157.80		157.80	243.94
Total	23.73	1408.59	23.73	1408.59	2283.52
Segment Results					
Profit/(Loss) before tax and Interest					
a.Fan Segment	(102.01)	126.17	(102.01)	126.17	(779.33)
b.Others Segment		(33.04)		(33.04)	(93.63)
Total	(102.01)	93.13	(102.01)	93.13	(872.96)
Less:(i) Interest	25.12	35.39	25.12	35.39	92.53
(ii) Other Un-allocable Expenses (net of income)		163.33		163.33	(2557.94)
Profit/(Loss) before Tax and Exceptional Items	(127.14)	(105.59)	(127.13)	(105.59)	1592.44
Add:-Extra Exceptional Items					
(a) Provision for doubtful debts					0.00
(b) Interest/Principal written back on restructuring of loans (Net)					0.00
Profit/ (Loss) before Tax	(127.14)	(105.59)	(127.13)	(105.59)	1592.43
Capital Employed					
(Segment Assets -Segment Liabilities)					
a.Fan Segment	(5925.83)	(8694.98)	(5925.83)	(8694.98)	(9598.80)
b.Others Segment		(836.39)		(836.39)	(633.96)
e.Others - Unallocable		5393.41		5393.41	4413.11
Total Capital Employed	(5925.83)	(4137.96)	(5925.83)	(4137.96)	(5819.66)

Auditors have qualified their report on the audited accounts for the year ended 31.03.2010 (a) For preparation of accounts on going concern basis as the net worth has become negative (b) Regarding remuneration paid in earlier year to an ex director for which Central Government approval is awaited (c) Regarding written back of dues to banks and financial institutions on OTS/ restructuring which is subject to compliance of terms and conditions and non provision of interest of Rs 9.43 lac (till Date Rs 84.87 lac) on remaining loan. (d) Regarding uncertainty in the realisation of finished goods stocks of suspended line of business segments (e) Regarding non provision of diminution in value of long term investment and (f) regarding recalling of loan by a secured lender (g) Regarding corporate guarantee given to financial institution and Govt bodies in excess of approved limit and due to financial constraints all the parties have suspended their operation.

The management reply to the auditors' qualification are (a) on OTS of the above dues (as referred above) , induction of further working capital, closure of non profitable segments and future profit, the net worth may become positive (b) Company has received sanctioned from Central Government and further action would be taken accordingly. (c) Company has taken necessary steps for compliance of terms of restructurings. (d) Company has sold part of the inventories and balance is being disposed off (e) These investment are of strategic nature and market value of the same shall be recovered in due course.(f) ARCIL has taken over possession of property situated at Maharani Bagh New Delhi u/s 13(4) of the SARFAESI ACT and the matter is under discussion with ARCIL for settlement of their total principal dues.(g) No notice or letter have been received by the company from financial institution and Govt bodies for invocation of the corporate guarantees.

ARCIL has taken over Company's residential property situated at A-8 Maharani Bagh, New Delhi U/S 13(4) of SARFESI Act on 31.07.2009. The Company has received information from it's sources that ARCIL has sold this property in December -09 quarter. No details of the sale, sale consideration or appropriation thereof have been furnished by ARCIL to the Company. The Company has written various letter's to ARCIL seeking the said details which have not been provided till the date of preparation of this accounts. Hence the Company considered minimum reserve price i.e. Rs 27.50 crores as mentioned in the published news paper dated 4th sept 2009 for adjusting in the books of account as on 31.03.2010. if variation any shall be made after the require details received from ARCIL. Till date no information received from ARCIL.

The Company has received a purported letter u/s 13(4) of the SARFAESI Act 2002 dated 31.03.2010 from ARCIL pertaining to the property of the Company situated at A-2 Sector 5, Noida (Ceiling Fan Division). This property seized by the ARCIL which was already seized by the U.P. Sales Tax Department. There is a High court stay vide order dated 21.05.2009, whereby status quo. as regards possession, nature and character of the said property till the disposal of the application for stay is asked to be maintained.

The Company has restructured its operations and suspended non profit making business segments resulting liquidating all inventory. The Company is in process of expedite new business.

Basic & Diluted EPS has been calculated after considering arrears of Dividend on Cumulative Preference Shares.

The Company has filed the appeal with the U.P Joint Commissioner (Appeals) against the demand /Penalties imposed by the U.P Sales Tax Department of Rs. 961.27 Lacs.

There were no complaints from investors outstanding at the beginning of the quarter & no Complaint outstanding at the end of the quarter.

Figures for the corresponding quarter and that of previous year are regrouped / reclassified wherever considered necessary.

The above results have been approved by the Board of Directors at their meeting held on 06.08.2010.

By Order of the Board
For POLAR INDUSTRIES LIMITED

Place: Kolkata
Dated 06.08.2010

Anil Agarwal
Chairman & Managing Director