

KEC International Limited

Regd Office : CEAT Mahal, 1st Floor, 463, Dr. Annie Besant Road, Worli, Mumbai - 400 030

Unaudited Financial Results for the period ended December 31, 2007

(Rs. in Crores)

Particulars	Quarter ended		Nine months ended		Year ended
	31.12.2007	31.12.2006	31.12.2007	31.12.2006	31.03.2007
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. - Gross Sales/Income from Operations	721.14	565.63	1,805.66	1,422.29	2,075.68
- Excise Duty	12.23	10.13	22.21	25.36	35.05
- Net Sales/Income from Operations	708.91	555.50	1,783.45	1,396.93	2,040.63
2. Other Income	0.03	0.16	0.01	0.37	0.69
3. Total Income (1+2)	708.94	555.66	1,783.46	1,397.30	2,041.32
4. Expenditure					
a) (Increase)/Decrease in Stock in Trade and work in progress	(16.99)	8.59	(26.10)	(24.00)	4.82
b) Consumption of Raw Materials and components	396.32	283.36	871.73	641.60	918.36
c) Purchase of traded goods	-	-	24.08	-	6.15
d) Erection & Subcontracting Expenses	115.47	116.89	389.95	367.17	527.03
e) Employees Costs	35.02	24.42	88.52	68.09	95.47
f) Depreciation/ Amortisation (net)	4.56	8.25	20.22	25.39	33.43
g) Other Expenditure	76.55	41.79	194.27	163.47	236.95
h) Total	610.93	483.30	1,562.67	1,241.72	1,822.21
5. Interest (Net)	17.79	14.92	49.73	42.45	59.25
6. Exceptional items	-	-	-	-	-
7. Profit from Ordinary Activities before Tax (3) -(4+5+6)	80.22	57.44	171.06	113.13	159.86
8. Tax expense (including deferred tax and fringe benefit tax)	27.92	19.23	59.56	38.68	55.22
9. Net Profit from Ordinary Activities after tax (7-8)	52.30	38.21	111.50	74.45	104.64
10. Extraordinary items	-	-	-	-	-
11. Net profit for the period (9-10)	52.30	38.21	111.50	74.45	104.64
12. Paid up Equity Share Capital (Face Value Rs. 10)	37.69	37.69	37.69	37.69	37.69
13. Reserves Excluding Revaluation Reserves					221.31
14. Basic and diluted EPS (Rs.) - Before and after extra-ordinary items	10.60	10.14	26.81	19.75	27.77
15. Public shareholding					
- Number of shares	24,641,254	24,769,254	24,641,254	24,769,254	24,794,254
- Percentage of shareholding	65.39%	65.73%	65.39%	65.73%	65.79%

Notes :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors.
- 2 The statutory auditors of the Company have conducted a "Limited Review" of the above unaudited financial results for the period ended December 31, 2007.
- 3 Scheme of Arrangement :
 - a The Scheme of Arrangement between National Information Technologies Limited (NITEL), RPG Transmission Limited (RPGT), MP Power Line Limited (now known as Octav Investments Limited) (Octav) and the Company and their respective shareholders (the Scheme), has become effective on January 30, 2008 upon filing of certified copies of the Orders passed by the Hon'ble High Court of Judicature at Bombay and at Madhya Pradesh, Jabalpur with the Registrar of Companies in the respective States. The Appointed Date of the Scheme is October 01, 2007, accordingly the results for the quarter and nine months ended 31st December, 2007 include the figures of NITEL and RPGT for the period October 01, 2007 to December 31, 2007.
 - b Pursuant to the Scheme, the Company would be issuing and allotting 1,27,980 zero coupon fully paid-up preference shares of Rs. 100/- each to the preference shareholders of RPGT and 1,16,58,002 fully paid-up equity shares of Rs. 10/- each to the equity shareholders of NITEL and RPGT. Consequently the equity share capital of the Company would be Rs. 49.34 crores and preference share capital of the Company would be Rs. 11.68 crores. Further, the public shareholding in the Company would be 58.46% (provisional) from the existing 65.39% of the total equity share capital. The EPS shown above is after considering the said issuance of equity shares. However, paid up equity shares and public shareholding shown above are without considering the said issuance of equity shares. The Company has fixed 18th February 2008 as the Record Date to determine the members of the Company who would be entitled to receive the equity shares in Octav and 19th February 2008 as the Record Date to determine the shareholders of RPGT and NITEL who would be entitled to receive equity/preference shares in the Company.
 - c Consequent to the effect given to the Scheme referred to above, Net Sales, Profit from Ordinary Activities before Tax and Net Profit from Ordinary Activities after Tax for the quarter as well as for the nine months ended December 31, 2007 are higher by Rs. 90.88 crores, Rs. 7.25 crores and Rs. 4.79 crores respectively. Accordingly, the figures for the quarter and nine months ended December 31, 2007 are not directly comparable with those of the corresponding previous period.
- 4 The Company is primarily engaged in the Transmission Lines Business. As such there is no separate reportable segment as defined by Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- 5 There were no investor complaints pending at the beginning of the quarter. All six complaints received during the quarter ended December 31, 2007 have been resolved and no complaint was pending as at the quarter end.
- 6 Previous period's figures have been regrouped/rearranged wherever necessary.

for KEC INTERNATIONAL LIMITED

Place : Mumbai
Date : January 31, 2008

R. D. CHANDAK
MANAGING DIRECTOR

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