

Unaudited Consolidated Results for the quarter ended September 30, 2008

(Rs. In Crores, unless otherwise indicated)

Particulars	Three months ended 30-Sep-08	Three months ended 30-Sep-07	Six months ended 30-Sep-08	Six months ended 30-Sep-07	Year ended on 31-Mar-08
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Net Sales/Income from Operations	2,926.05	1,894.21	5,574.80	3,289.18	7,752.50
Other Operating Income	26.94	29.42	36.35	51.38	78.58
Expenditure					
Material Consumed and Cost of Goods Sold	1,047.00	799.62	1,795.11	1,319.22	2,828.46
Contractor Charges	842.04	503.44	1,701.01	862.59	2,133.88
Employees Cost	268.69	199.77	596.32	364.34	892.40
Other Expenditure	495.90	224.83	998.30	455.34	1,257.45
Depreciation	43.87	33.35	83.04	68.80	146.23
Total	2,697.50	1,761.01	5,173.78	3,070.29	7,258.42
Profit from Operations before Other Income, Interest & Exceptional Items	255.50	162.62	437.37	270.27	572.66
Other Income	1.09	1.08	1.10	2.10	2.91
Profit before Interest, Exceptional Items and Tax (PBIT)	256.59	163.70	438.47	272.37	575.57
Interest	49.03	39.36	85.85	68.23	129.21
Profit after Interest but before Exceptional Items and Tax	207.56	124.34	352.62	204.14	446.36
Exceptional Items*	-	-	20.41	-	37.12
Profit from ordinary activities before Tax (PBT)	207.56	124.34	373.03	204.14	483.48
Tax Expenses					
Current Tax	74.69	22.75	119.81	40.23	96.06
Deferred Tax Charge/(Credit)	(10.92)	10.69	(3.84)	12.19	26.58
Fringe Benefit tax	0.89	1.46	1.73	2.81	0.85
Net Profit for the period	142.89	89.44	255.33	148.91	359.99
Share of Profits/(Losses) of Associates	0.91	-	(0.04)	-	(1.70)
Share of Profit/(Losses) transferred to Minority	0.32	0.03	0.69	0.05	0.13
Profit for the period/year after Minority Interest and Share of Profits of Associates	144.12	89.47	255.98	148.96	358.42
Paid up Equity Share Capital (Face Value of each share Rs 2)	60.69	58.18	60.69	58.18	60.69
Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					2,817.11
Earning Per Share					
Basic EPS (in Rs)	4.94	3.26	8.44	5.56	12.65
Diluted EPS (in Rs)	4.67	3.03	7.96	5.17	11.72
(Face Value of each share Rs 2)	(Non Annualised)	(Non Annualised)	(Non Annualised)	(Non Annualised)	
Public Shareholding:					
Numbers of Shares (Nos)	168,804,369	152,723,837	168,804,369	152,723,837	167,955,306
Percentage of Shareholding (%)	55.63	52.50	55.63	52.50	55.35

*Information on discontinuing business (Refer to note 5)



Particulars	Three months ended 30-Sep-08	Three months ended 30-Sep-07	Six months ended 30-Sep-08	Six months ended 30-Sep-07	Year ended on 31-Mar-08
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
External Segment Revenue					
Engineering & Construction	2,936.48	1,900.97	5,585.44	3,291.97	7,789.28
Discontinuing Business	-	9.16	6.72	18.28	40.73
Corporate un-allocable	17.61	14.58	40.50	32.40	41.10
Net Sales/Income from operations	2,954.09	1,924.71	5,632.66	3,342.65	7,871.11
Segment Result					
Engineering & Construction	299.39	163.32	541.12	268.16	629.81
Discontinuing Business	-	0.67	0.85	1.49	5.09
Total	299.39	163.99	541.97	269.65	634.90
Less: Interest	(49.03)	(39.36)	(85.85)	(68.23)	(129.21)
Less: Other un-allocable (Expenditure)/Income net off un-allocable Income/(Expenditure)	(42.80)	(0.29)	(83.09)	2.72	(22.21)
Total Profit before Tax	207.56	124.34	373.03	204.14	483.48
Capital Employed					
(Segment asset-Segment liabilities)					
Engineering & Construction	3,544.84	2,929.39	3,544.84	2,929.39	3,698.92
Discontinuing Business	29.50	94.78	29.50	94.78	96.04
Corporate un-allocable	(480.37)	(890.86)	(480.37)	(890.86)	(1,029.49)
Total	3,093.97	2,133.31	3,093.97	2,133.31	2,765.47

Revenues up 69.49% to Rs. 5,574.80 crores

PAT up 71.85% to Rs. 255.98 crores

Healthy order backlog at Rs. 21,675 crores as on Oct 23, 2008

Rs. 5,615 crores new orders bagged during Q2FY2009

1. The status of Investor complaints received by the Company is as follows:

Particulars	Pending as on 01.07.08	Received during the quarter	Disposed during the quarter	Pending as on 30.09.08
No. of Complaints	NIL	29	29	NIL

2. As on September 30, 2008, out of total 4,000,000 options under ESOP 2005, 3,217,445 and 771,040 have been granted to the eligible employees on November 17, 2005 and May 10, 2006 respectively. The stock options shall vest in the ratio of 10%, 20%, 30% and 40% at the end of one, two, three and four years respectively from the date of grants. During the quarter ended September 30, 2008, 1,350 stock options have been exercised resulting in allotment of 1,350 equity shares of Rs. 2 each at a premium of Rs 124 per share. As on September 30, 2008, the total stock options exercised under ESOP 2005 are 443,975.

3. As on September 30, 2008, out of total 5,000,000 stock options under ESOP 2006, 1,491,050, 30,000 and 40,000 stock options have been granted to the eligible employees on October 30, 2006, September 27, 2007 and May 30, 2008 respectively. The stock options shall vest in the ratio of 10%, 20%, 30% and 40% at the end of one, two, three and four years respectively from the date of grant. During the quarter ended September 30,

2008, 1,100 stock options have been exercised resulting in allotment of 1,100 equity shares of Rs 2 each at a premium of Rs 152.46 per share. As on September 30, 2008, the total stock options exercised under ESOP 2006 are 70,175.

4. Finance Act 2007 requires payment of Fringe Benefit Tax (FBT) on ESOP benefit provided to employees. FBT is payable on the date when ESOP is exercised by employees based on fair market value on the date of vesting. The management view is that the obligating event occurs at the date of exercise and hence FBT on ESOPs will be paid/provided for, as the case may be, at the date of exercise when the liability arises.

5. The Company has entered into an agreement with Citycom Networks Private Limited (Citycom) for sale of: a) Certain assets of ISP Division of the Company and certain assets of its wholly owned subsidiary Spectra Punjab Limited. b) 73.74% shares held by Company (including shares held through wholly owned subsidiary Atna Investment Limited) in Spectra Net Limited.

Further Company has entered into an agreement to sell with Citycom for sale of its ISP Division (which include all assets, liabilities, contract and licenses etc.). The completion of this transaction awaits regulatory approvals, however, the risks and rewards and operational control of ISP Division has been transferred to Citycom. Accordingly the results for the Period : a) includes profits of Rs 12.64

crore (Net of Tax) on Standalone basis and Rs 14.28 crore (Net of Tax) on Consolidated basis on sale of Assets, Investment and Business of ISP Division. b) includes operations of ISP Division & Other subsidiaries relating to that business for the period upto May 31, 2008.

6. During the quarter, a wholly owned subsidiary company Punj Lloyd Pte Ltd, Singapore acquired 26% stake in Olive Group B.V.

7. Mr. Phiroz Vandrevalla has joined the Company as additional director w.e.f. September 29, 2008.

8. The auditors of the Company in their Report on financial statements for the year ended March 31, 2008 and quarter ended September 30, 2008 have invited attention to deduction made/amount withheld by some customers aggregating to Rs. 47.21 crore and also work in progress inventory of Rs. 6.40 crore. The Management is taking appropriate steps for recovery of these deductions/withheld amounts and believes that these amounts are fairly stated.

9. The auditors have qualified their report on consolidated financial statements for the year ended March 31, 2008 and quarter ended September 30, 2008 stating that no provision had been made for losses expected to arise on a long-term contract in progress, as the management believed that the contract in question was ultimately expected to break even once commercial negotiations were concluded. If the loss had been

so recognised, the effect on financial results for the quarter ended September 30, 2008 would have been to reduce the carrying amount of construction work-in-progress by Rs. 221.63 crore and decrease the profit before tax for the period by Rs. 221.63 crore.

10. The results for the quarter ended September 30, 2008 have been subjected to a "Limited Review" by the Auditors in accordance with requirements of clause 41 of the Listing Agreement. The results were reviewed by the Audit Committee of the Board. The Board has taken on record the financial results at its meeting held on October 23, 2008.

11. The Standalone financial results of the Company, for the quarter ended September 30, 2008, are available on the website of the Company (www.punjllloydgroup.com), National Stock Exchange of India Limited (www.nse-india.com) and The Bombay Stock Exchange Limited (www.bseindia.com).

12. Previous year/period figures have been regrouped and/or re-arranged wherever necessary.

Place : Abu Dhabi

For Punj Lloyd Limited

Date : October 23, 2008

V. K. KAUSHIK
Managing Director