

Unaudited Consolidated Results for the quarter ended December 31, 2008

PUNJ LLOYD CONSOLIDATED

(Rs. In Crores, unless otherwise indicated)

Particulars	Three months ended 31-Dec-08	Three months ended 31-Dec-07	Nine months ended 31-Dec-08	Nine months ended 31-Dec-07	Year ended 31-Mar-08
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Net Sales/Income from Operations	3,119.97	2,117.04	8,694.77	5,406.22	7,752.50
Other Operating Income	23.46	45.71	60.79	97.09	78.58
Expenditure					
Material Consumed and Cost of Goods Sold	845.33	761.41	2,640.44	2,080.63	2,828.46
Contractor Charges	1,301.10	674.69	3,002.11	1,537.28	2,133.88
Employees Cost	317.55	239.21	913.87	603.55	892.40
Other Expenditure	752.27	337.28	1,750.57	792.62	1,257.45
Depreciation	43.28	36.52	126.31	105.32	146.23
Total	3,259.53	2,049.11	8,433.30	5,119.40	7,258.42
Profit from Operations before Other Income, Interest & Exceptional Items	(116.10)	113.64	322.26	383.91	572.66
Other Income	0.25	0.18	0.37	2.28	2.91
Profit before Interest, Exceptional items and Tax (PBIT)	(115.85)	113.82	322.63	386.19	575.57
Interest	62.01	28.43	147.86	96.66	129.21
Profit after Interest but before Exceptional Items and Tax	(177.86)	85.39	174.77	289.53	446.36
Exceptional Items	(7.20)	37.12	13.21	37.12	37.12
Profit from ordinary activities before Tax (PBT)	(185.06)	122.51	187.98	326.65	483.48
Tax Expenses					
Current Tax	60.74	17.90	180.56	58.13	96.06
Deffered Tax Charge/(Credit)	(20.03)	11.67	(23.87)	23.86	26.58
Fringe Benefit Tax	0.86	1.26	2.59	4.07	0.85
Net Profit for the period	(226.63)	91.68	28.70	240.59	359.99
Share of Profits/(Losses) of Associates	1.40		1.36		(1.70)
Share of Profit/(Losses) transferred to Minority	(0.39)	0.04	0.30	0.09	0.13
Profit for the period/year after Minority Interest and Share of Profits of Associates	(225.62)	91.72	30.36	240.68	358.42
Paid up Equity Share Capital (Face Value of each share Rs 2)	60.70	60.27	60.70	60.27	60.69
Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	2,817.11
Earning Per Share before Extraordinary Items					
Basic EPS (in Rs)	(7.39)	3.11	0.57	8.69	12.65
Diluted EPS (in Rs)	(7.08)	2.95	0.53	8.13	11.72
Earning Per Share					
Basic EPS (in Rs)	(7.63)	3.11	1.00	8.69	12.65
Diluted EPS (in Rs)	(7.20)	2.95	0.94	8.13	11.72
(Face Value of each share Rs 2)	(Non Annualised)	(Non Annualised)	(Non Annualised)	(Non Annualised)	
Public Shareholding:					
Numbers of Shares (Nos)	169,181,943	165,698,684	169,181,943	165,698,684	167,955,306
Percentage of Shareholding (%)	55.75	54.99	55.75	54.99	55.35

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

Particulars	Pending as on 01.10.08	Received during the quarter	Disposed during the quarter	Pending as on 31.12.08
No. of Complaints	NIL	34	34	NIL

- As on December 31, 2008, out of total 4,000,000 stock options under ESOP 2005, 3,217,445 and 771,040 stock options 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 December 31, 2008, 1,135 stock options have been exercised resulting in allotment of 1,135 equity shares of Rs. 2 each at a premium of Rs 124 per share. As on December 31, 2008, the total stock options exercised under ESOP 2005 are 445,110.
- As on December 31, 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 December 31, 2008, 15,130 stock options have been exercised resulting in allotment of 15,130 equity shares of Rs 2 each at a premium of Rs 152.46 per share. As on December 31, 2008, the total stock options exercised under ESOP 2006 are 85,305.
- 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.
- 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 the Company (including shares held through wholly owned subsidiary Atrna Investment Limited) in Spectra Net Limited. Further the 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 have been transferred to Citycom. Accordingly the results for the nine month 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.
- The auditors of the Company in their report for the quarter ended December 31, 2008 have invited attention to deduction made/amount withheld by some customers aggregating to Rs 47.49 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.
- The auditors had qualified their report on consolidated financial statements for the year ended March 31, 2008 and subsequently on quarterly reviews of the periods ended June 30, 2008 and September 30, 2008 stating that no provision had been made for losses expected to arise on a long-term contract in progress. During the quarter under review the client has terminated the long term contract with the Company's wholly owned subsidiary and cost overrun shall be recovered through dispute resolution provision of the relevant contract. The wholly owned subsidiary of Company has provided for Rs 207.20 crore towards the cost overrun in this quarter in the Profit and Loss account. In view of this auditors qualification has been removed.
- Persuant to the contract discussed in para 7 above, the client was issued advance payment and performance bonds with total value of Rs. 217.61 crore (GBP 28.50 million). The client has terminated the contract and called the bonds. The wholly owned subsidiary has commenced the legal proceedings against the client, seeking restitution of bonds, which the management of the Company feels is wrong and is confident of recovery of bond amounts and has shown the same as recoverable from the client. The auditors have, without qualifying their opinion, made this a matter of emphasis in their report.
- The results for the quarter ended December 31, 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 January 23, 2009.
- Previous year/period figures have been regrouped and/or re-arranged wherever necessary.
- The Standalone financial results of the Company, for the quarter ended December 31, 2008, are available on the website of the Company (www.punjllloyd.com), National Stock Exchange of India Limited (www.nse-india.com) and The Bombay Stock Exchange Limited (www.bseindia.com).

Unaudited Revenue, Results and Capital Employed for the Segments for the quarter ended December 31, 2008

PUNJ LLOYD CONSOLIDATED

Particulars	Three months ended 31-Dec-08	Three months ended 31-Dec-07	Nine months ended 31-Dec-08	Nine months ended 31-Dec-07	Year ended on 31-Mar-08
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
External Segment Revenue					
Engineering & Construction	3,119.97	2,107.96	8,705.41	5,399.93	7,789.28
Discontinuing Business	-	11.58	6.72	29.86	40.73
Corporate un-allocable	16.51	80.52	57.01	112.92	41.10
Net Sales/Income from operations	3,136.48	2,200.06	8,769.14	5,542.71	7,871.11
Segment Result					
Engineering & Construction	(114.24)	84.95	441.83	353.11	629.81
Discontinuing Business		2.63	0.85	4.12	5.09
Total	(114.24)	87.58	442.68	357.23	634.90
Less: Interest	(62.01)	(28.43)	(147.86)	(96.66)	(129.21)
Less: Other Un-allocable (Expenditure)/Income net off Un-allocable Income/(Expenditure)	(8.81)	63.36	(106.84)	66.08	(22.21)
Total Profit before Tax	(185.06)	122.51	187.98	326.65	483.48
Capital Employed					
(Segment asset-Segment liabilities)					
Engineering & Construction	3,832.59	3,545.11	3,832.59	3,545.11	3,698.92
Discontinuing Business	29.50	97.05	29.50	97.05	96.04
Corporate un-allocable	(906.44)	(1,129.11)	(906.44)	(1,129.11)	(1,029.49)
Total	2,955.65	2,513.05	2,955.65	2,513.05	2,765.47

Place : Gurgaon For Punj Lloyd Limited

Date : January 23, 2009

V. K. KAUSHIK
Managing Director