

**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2007**

(Rs. in crores)

Particulars	Quarter Ended		Nine Months Ended		Year Ended
	December 31, 2007	December 31, 2006	December 31, 2007	December 31, 2006	March 31, 2007
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. INCOME FROM OPERATIONS	1,654.96	1,105.67	4,181.61	3,324.89	5,380.37
2. OTHER INCOME	28.20	20.40	83.18	46.03	88.10
3. TOTAL EXPENDITURE					
a) (Increase)/Decrease in stock in trade	4.20	(83.17)	(194.16)	(226.88)	(68.60)
b) Consumption of raw materials (including bought outs for project business and traded goods)	1,009.65	739.65	2,695.23	2,208.27	3,301.07
c) Staff Cost	39.48	29.75	105.85	78.46	111.46
d) Other Cost	207.61	213.65	681.79	517.66	842.14
4. INTEREST	35.75	22.15	92.86	59.50	89.33
5. DEPRECIATION	24.51	17.03	61.25	48.35	73.49
6. <b>PROFIT BEFORE TAX (1+2-3-4-5)</b>	<b>361.96</b>	<b>187.01</b>	<b>821.97</b>	<b>685.56</b>	<b>1,119.58</b>
7. PROVISION FOR TAXATION	23.78	10.78	38.81	62.24	58.44
8. <b>NET PROFIT (6-7)</b>	<b>338.18</b>	<b>176.23</b>	<b>783.16</b>	<b>623.32</b>	<b>1,061.14</b>
9. PAID UP EQUITY SHARE CAPITAL (Ordinary shares of Rs. 2/- each)	299.39	287.76	299.39	287.76	287.76
10. RESERVES EXCLUDING REVALUATION RESERVES					3,413.82
11. EARNINGS PER SHARE					
- Basic (Rs.)	2.34	1.22	5.43	4.33	7.37
- Diluted (Rs.)	2.25	1.22	5.31	4.32	7.35
12. AGGREGATE OF PUBLIC SHAREHOLDING					
- Number of Shares	510,338,900	435,610,900	510,338,900	435,610,900	435,611,900
- Percentage of shareholding	34.09%	30.28%	34.09%	30.28%	30.28%

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2007**

(Rs. in crores)

Particulars	Quarter Ended		Nine Months Ended		Year Ended
	December 31, 2007 (Unaudited)	December 31, 2006 (Unaudited)	December 31, 2007 (Unaudited)	December 31, 2006 (Unaudited)	March 31, 2007 (Audited)
1. INCOME FROM OPERATIONS	3,169.76	1,913.88	8,755.68	5,069.79	7,985.73
2. OTHER INCOME	72.53	25.41	168.63	50.17	96.50
3. TOTAL EXPENDITURE					
a) (Increase)/Decrease in stock in trade	(81.22)	(4.61)	(29.45)	(713.81)	(1,102.83)
b) Consumption of raw materials (including bought outs for project business and traded goods)	2,191.94	1,131.55	5,710.89	3,739.35	5,914.20
c) Staff Cost	246.03	180.30	695.95	465.80	649.59
d) Other Cost	424.15	352.02	1,262.66	778.00	1,228.95
4. INTEREST	156.49	63.80	403.05	155.10	252.26
5. DEPRECIATION	74.74	34.26	191.58	111.81	171.80
6. <b>PROFIT BEFORE TAX (1+2-3-4-5)</b>	<b>230.16</b>	<b>181.97</b>	<b>689.63</b>	<b>583.71</b>	<b>968.26</b>
7. PROVISION FOR TAXATION	87.32	9.25	128.99	77.89	103.46
8. <b>NET PROFIT (6-7)</b>	<b>142.84</b>	<b>172.72</b>	<b>560.64</b>	<b>505.82</b>	<b>864.80</b>
9. ADD SHARE IN ASSOCIATE'S PROFIT AFTER TAX	9.46	-	10.00	-	-
10. ADD/(LESS) MINORITY SHARE IN LOSSES/(PROFITS)	(0.61)	1.67	(5.36)	(0.79)	(0.77)
11. <b>NET PROFIT AFTER SHARE IN ASSOCIATE'S PROFIT AND MINORITY INTEREST ( 8+9+10)</b>	<b>151.69</b>	<b>174.39</b>	<b>565.28</b>	<b>505.03</b>	<b>864.03</b>
12. PAID UP EQUITY SHARE CAPITAL (Ordinary shares of Rs. 2/- each)	299.39	287.76	299.39	287.76	287.76
13. RESERVES EXCLUDING REVALUATION RESERVES					3,122.59
14. EARNINGS PER SHARE					
- Basic (Rs.)	1.05	1.21	3.92	3.50	5.99
- Diluted (Rs.)	1.01	1.21	3.83	3.50	5.98
15. AGGREGATE OF PUBLIC SHAREHOLDING					
- Number of Shares	510,338,900	435,610,900	510,338,900	435,610,900	435,611,900
- Percentage of shareholding	34.09%	30.28%	34.09%	30.28%	30.28%

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED DECEMBER 31, 2007**

(Rs in crores)

Particulars	Quarter Ended		Nine Months Ended		Year Ended
	December 31, 2007 (Unaudited)	December 31, 2006 (Unaudited)	December 31, 2007 (Unaudited)	December 31, 2006 (Unaudited)	March 31, 2007 (Audited)
<b>SEGMENT REVENUE</b>					
a) Wind Turbine Generator	2,607.64	1,443.17	7,178.98	3,803.59	5,998.56
b) Gear Box (See Note 4 below)	569.13	453.27	1,539.58	1,205.27	1,856.07
c) Others	27.14	17.44	96.02	61.50	132.14
<b>TOTAL</b>	<b>3,203.91</b>	<b>1,913.88</b>	<b>8,814.58</b>	<b>5,070.36</b>	<b>7,986.77</b>
Less: Inter segment Revenue	34.15	-	58.90	0.57	1.04
	<b>3,169.76</b>	<b>1,913.88</b>	<b>8,755.68</b>	<b>5,069.79</b>	<b>7,985.73</b>
<b>SEGMENT RESULTS</b>					
<b>PROFIT BEFORE DEPRECIATION, INTEREST AND TAX</b>					
a) Wind Turbine Generator	297.39	201.03	959.46	638.57	1,019.18
b) Gear Box (See Note 4 below)	80.69	49.06	177.02	148.36	291.80
c) Others	23.83	3.33	31.22	10.61	39.09
<b>TOTAL</b>	<b>401.91</b>	<b>253.42</b>	<b>1,167.70</b>	<b>797.54</b>	<b>1,350.07</b>
Less: Depreciation					
a) Wind Turbine Generator	44.26	21.92	109.17	63.07	94.53
b) Gear Box (See Note 4 below)	28.80	11.81	74.48	44.53	69.54
c) Others	1.68	0.53	7.93	4.21	7.73
<b>PROFIT BEFORE INTEREST AND TAX</b>					
a) Wind Turbine Generator	253.13	179.11	850.29	575.50	924.65
b) Gear Box (See Note 4 below)	51.89	37.25	102.54	103.83	222.26
c) Others	22.15	2.80	23.29	6.40	31.36
Less: Interest	156.49	63.80	403.05	155.10	252.26
Less: Net of Unallocable (Income) / Expenditure	(59.48)	(26.61)	(116.56)	(53.08)	(42.25)
<b>PROFIT BEFORE TAX</b>	<b>230.16</b>	<b>181.97</b>	<b>689.63</b>	<b>583.71</b>	<b>968.26</b>
<b>CAPITAL EMPLOYED</b> (Segment assets - Segment liabilities)					
a) Wind Turbine Generator	6,893.83	2,865.97	6,893.83	2,865.97	3,130.55
b) Gear Box (See Note 4 below)	3,452.78	2,917.14	3,452.78	2,917.14	3,183.89
c) Others	432.22	417.85	432.22	417.85	310.51
<b>Total</b>	<b>10,778.83</b>	<b>6,200.96</b>	<b>10,778.83</b>	<b>6,200.96</b>	<b>6,624.95</b>

**Notes:**

1. The above results for the quarter ended December 31, 2007 have been reviewed by the audit committee and taken on record by the Board of Directors at their meeting held on January 28, 2008 and January 29, 2008 respectively.
2. The Statutory Auditors have carried out a limited review of the above results for the quarter and nine months ended December 31, 2007.
3. In view of the seasonality of business, the financial results for the quarter / nine months ended are not indicative of the full year's performance.
4. Suzlon Energy Limited ('SEL' or 'Company') through its subsidiary, AE-Rotor Holding B.V., the Netherlands ('AE-Rotor') has on May 9, 2006, purchased 100% of the share capital of Eve Holding NV, Belgium ('Eve Holding') for a consideration of Rs.2,502.64 crores. By virtue of the acquisition of Eve Holding by AE-Rotor, the Company has 100% ownership of Hansen Transmissions International NV, Belgium ('Hansen') along with its subsidiaries, which are engaged in the business of design, development, manufacturing and supply of industrial and wind gear boxes and is the second largest wind energy gearbox manufacturer in the world. The consolidated financial figures for the quarter / nine months ended December 31, 2006 and year ended March 31, 2007 inter alia include the financial figures of Eve Holding from May 9, 2006. Accordingly, the consolidated financial results for the nine months ended December 31, 2007 are to that extent not comparable with the consolidated financial figures of the prior periods presented.
5. Hansen Transmissions International NV, Belgium ('Hansen'), a 100% subsidiary of Suzlon Energy Limited, allotted 181,800,458 shares to Institutional Investors through a fresh issue of shares, raising approximately Euro 440 million (gross) and the trading of these shares commenced in December 2007 on London Stock Exchange. Hansen plans to use the net proceeds primarily to fund the expansion of its manufacturing capacity through the construction of integrated manufacturing facilities in India and China. Prior to listing of Hansen shares, all the ordinary shares of Hansen stood transferred to AE-Rotor. Following the issue of the new shares the stake of Suzlon Energy Limited in Hansen would reduce from 100% to approximately 71.28 %. As a result of dilution of effective stake of Suzlon Energy Limited in Hansen, there is a gain on dilution, of approximately Rs.1,112.17 crores, which has been credited to reserves.
6. Suzlon Energy Limited has through its subsidiaries purchased 33.85% stake in REpower Systems AG ('REpower') for a consideration of approximately Euro 453 Million and simultaneously also has voting pooling agreements with Areva and Martifer who in aggregate hold approximately 53.25 % on June 6, 2007, the date of final settlement of the takeover offer. Since REpower is a listed entity in Germany, the Company has been informed that, REpower is restrained from sharing any information with external parties before they are made available to all the shareholders of REpower. In order to smoothen the process of combination of the financials of REpower with Suzlon Energy Limited, and based on the guidance provided in the relevant accounting standards issued by the Institute of Chartered Accountants of India, the financials of REpower are being consolidated with a three-month lag to that of Suzlon Energy Limited. Accordingly, since the financials of REpower for the quarter ended December 31, 2007 have not been adopted by the Board of REpower and made available to its shareholders, the same have not been considered in the consolidated results for the quarter / nine months ended December 31, 2007. However, results for the period from July 1, 2007 to September 30, 2007 have been consolidated in the results for the quarter and results for the period from June 6, 2007 to September 30, 2007 have been consolidated in the results for the nine months ended December 31, 2007 using equity method of accounting. Accordingly, the quarter / nine months ended December 31, 2007 are to the extent not comparable with the consolidated financial figures of the prior periods presented.
7. The shareholders of the Company have approved sub-division of the face value of the equity shares of Rs.10 each into equity shares with face value of Rs.2 each. The Company has fixed January 28, 2008 as the "Record Date" for the purpose of sub-division. Accordingly, the basic and diluted earning per share and number of shares disclosed above have been computed for the current quarter and recomputed for the previous periods based on the revised face value of Rs.2 each.
8. On June 11, 2007, the Company has made an issue of USD 300 Million (Rs.1,223.70 crores), Zero Coupon Convertible bonds due 2012, convertible into equity shares. The initial conversion price is fixed at Rs.360.00 per share (Face Value of Rs. 2 per share) and the same is subject to adjustment in certain circumstances. Further, on October 10, 2007 the Company has made an issue of USD 200 Million (Rs.786.20 crores), Zero Coupon Convertible bonds due 2012, convertible into equity shares. The initial conversion price is fixed at Rs.371.88 per share (Face Value of Rs.2 per share) and the same is subject to adjustment in certain circumstances. The Company has treated the Zero Coupon Convertible Bonds as monetary liability and accordingly restated the liability based on the exchange rate prevailing as at the end of the respective quarter. The results for the quarter and nine months ended December 31, 2007 include gain on account of restatement of foreign currency liability aggregating Rs. 11.38 crores and Rs. 39.65 crores, respectively.
9. The Company has been facing certain issues with residents of Dhule and Sangli, in Maharashtra, India resulting into disruption of the smooth operations of the WTGs in these regions, which have resulted into generation shortfall from that guaranteed. The Company has during the quarter and nine months December 31, 2007 incurred Rs. Nil and Rs. 66 crores respectively, towards restoration costs of these WTGs. These costs have been included in "Other Cost". The Company is of the opinion that this

event is "force majeure". The computation of generation guarantee liability for the WTGs installed in the regions of Dhule and Sangli have been computed taking into account the events of force majeure and are based on best estimate of the Management.

10. Suzlon Energy Limited had through its subsidiary secured an order with Maestrane Green Energy of Italy for 21 MW to be supplied in 10 units of Suzlon's S88-2.1 MW turbine. These supplies were made by Suzlon Energy Italy Srl and accordingly a revenue of Rs.44 crores was recognized in the consolidated financial statements of the Company during the quarter ended March 31, 2007 and Rs.53 crores during the quarter ended June 30, 2007. There were certain issues relating to violation of building permits, etc by the customer, which triggered a force majeure clause. Suzlon Energy Italy Srl had the option to cancel the contract in case of force majeure. Due to the demand for turbines in Italy and to provide itself flexibility to sell the turbines to another customer, Suzlon Energy Italy Srl has cancelled the contract and is in negotiations with other customers for sale of those 10 units. In the interim period, the Company has recognized a sales return of approximately Rs.97 crores in its results for the quarter and Rs.44 crores for the nine months ended December 31, 2007 respectively.
11. On December 20, 2007, the Company has raised Rs. 2,182.70 crores through allotment made to selected Qualified Institutional Buyers pursuant to Qualified Institutional Placements under Chapter XIII-A of the SEBI Guidelines (QIP) of 11,386,000 Equity Shares of Rs.10 each at a price of Rs. 1,917 per equity share. Subject to compliance with applicable laws and regulations, the Company intends to use the net QIP proceeds, after issue expenses, either directly or through investments made in its subsidiaries or a combination of both, towards capital expenditure and working capital requirements, repayment of outstanding loans, potential acquisition of shares of REpower from the Martifer Group and for general corporate purposes.
12. The Company has on November 23, 2007 granted 103,900 stock options under ' Employee Stock Option Plan 2006' which are convertible into equity shares at an exercise price of Rs. 961 per equity share of Rs.10 each. The Company has charged Rs. 0.71 crores to the Profit & Loss Account of the current quarter being the proportionate charge of the intrinsic value of Option.
13. The IPO proceeds utilised till December 31, 2007 are in lines with the objects of the issue as stated in the Prospectus and as approved by the members at the Annual General Meeting of the Company held on July 25, 2007. The QIP proceeds till date are utilized as stated in the Placement Document.
14. During the quarter ended December 31, 2007, the Company has issued and allotted 24,100 equity shares and 900 equity shares of Rs.10 each at an exercise price of Rs.255 per equity share on October 15, 2007 and November 5, 2007 respectively as per the terms of employee stock option plan-2005.
15. The status of investor complaints received by the Company is as follows: Pending as on October 1, 2007 - 1; Received during the quarter - 37 ; Disposed during the quarter - 38; Pending as on December 31, 2007 - NIL.
16. The figures stated above, have been reclassified wherever necessary to confirm with the classification in the financial statements for the quarter / nine months ended December 31, 2007.

For and on behalf of the Board of Directors

Place Mumbai  
Dated January 29, 2008

Tulsi R. Tanti  
Chairman & Managing Director