



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2007

Particulars		Quarter Ended		Half Year Ended		(Rs in Crores)
		September 30, 2007	September 30, 2006	September 30, 2007	September 30, 2006	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	March 31, 2007
1.	INCOME FROM OPERATIONS	1,687.46	1,285.45	2,526.65	2,219.22	5,380.37
2.	OTHER INCOME	31.27	12.70	54.98	25.63	88.10
3.	TOTAL EXPENDITURE					
	a) (Increase)/Decrease in stock in trade	(53.15)	(45.77)	(198.36)	(143.71)	(68.60)
	b) Consumption of raw materials (including bought outs for project business and traded goods)	1,058.00	831.55	1,685.58	1,468.62	3,301.07
	c) Staff Cost	32.78	28.56	66.37	48.71	111.46
	d) Other Cost	263.71	168.81	474.18	304.01	842.14
4.	INTEREST	28.21	21.04	57.11	37.35	89.33
5.	DEPRECIATION	19.03	16.39	36.74	31.32	73.49
6.	PROFIT BEFORE TAX (1+2-3-4-5)	370.15	277.57	460.01	498.55	1,119.58
7.	PROVISION FOR TAXATION	14.57	24.08	15.03	51.46	58.44
8.	NET PROFIT (6-7)	355.58	253.49	444.98	447.09	1,061.14
9.	PAID UP EQUITY SHARE CAPITAL (Ordinary shares of Rs. 10/- each)	287.98	287.66	287.98	287.66	287.76
10.	RESERVES EXCLUDING REVALUATION RESERVES					3,413.82
11.	EARNINGS PER SHARE					
	- Basic (Rs.)	12.35	8.80	15.46	15.52	36.83
	- Diluted (Rs.)	12.05	8.78	15.22	15.49	36.77
12.	AGGREGATE OF PUBLIC SHAREHOLDING					
	- Number of Shares	89,333,080	87,017,280	89,333,080	87,017,280	87,122,380
	- Percentage of shareholding	31.02%	30.25%	31.02%	30.25%	30.28%

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2007

Particulars		Quarter Ended		Half Year Ended		(Rs in Crores)
		September 30, 2007	September 30, 2006	September 30, 2007	September 30, 2006	Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	March 31, 2007
1.	INCOME FROM OPERATIONS	3,641.29	2,086.98	5,585.92	3,155.91	7,985.73
2.	OTHER INCOME	53.46	8.65	96.10	24.76	96.50
3.	TOTAL EXPENDITURE					
	a) (Increase)/Decrease in stock in trade	284.08	(57.81)	51.77	(709.20)	(1,102.83)
	b) Consumption of raw materials (including bought outs for project business and traded goods)	2,068.86	1,388.22	3,518.95	2,607.80	5,914.20
	c) Staff Cost	227.09	168.39	449.92	285.50	649.59
	d) Other Cost	474.29	228.16	838.51	425.98	1,228.95
4.	INTEREST	138.67	54.73	246.56	91.30	252.26
5.	DEPRECIATION	58.34	42.84	116.84	77.55	171.80
6.	PROFIT BEFORE TAX (1+2-3-4-5)	443.42	271.10	459.47	401.74	968.26
7.	PROVISION FOR TAXATION	45.65	34.00	41.67	68.64	103.46
8.	NET PROFIT (6-7)	397.77	237.10	417.80	333.10	864.80
9.	ADD SHARE IN ASSOCIATE'S PROFIT AFTER TAX	0.54	-	0.54	-	-
10.	ADD/(LESS) MINORITY SHARE IN LOSSES/(PROFITS)	(3.61)	(1.73)	(4.75)	(2.46)	(0.77)
11.	NET PROFIT AFTER SHARE IN ASSOCIATE'S PROFIT AND MINORITY INTEREST (8+9+10)	394.70	235.37	413.59	330.64	864.03
12.	PAID UP EQUITY SHARE CAPITAL (Ordinary shares of Rs. 10/- each)	287.98	287.66	287.98	287.66	287.76
13.	RESERVES EXCLUDING REVALUATION RESERVES					3,122.59
14.	EARNINGS PER SHARE					
	- Basic (Rs.)	13.70	8.17	14.36	11.46	29.96
	- Diluted (Rs.)	13.37	8.15	14.14	11.44	29.91
15.	AGGREGATE OF PUBLIC SHAREHOLDING					
	- Number of Shares	89,333,080	87,017,280	89,333,080	87,017,280	87,122,380
	- Percentage of shareholding	31.02%	30.25%	31.02%	30.25%	30.28%

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED SEPTEMBER 30, 2007

(Rs in Crores)

Particulars	Quarter Ended		Half Year Ended		Year ended
	September 30, 2007 (Unaudited)	September 30, 2006 (Unaudited)	September 30, 2007 (Unaudited)	September 30, 2006 (Unaudited)	March 31, 2007 (Audited)
Segment Revenue					
a) Wind Turbine Generator	3,083.39	1,608.65	4,571.34	2,360.42	5,998.56
b) Gear Box (See Note 3 below)	527.59	436.81	970.45	752.00	1,856.07
c) Others	52.23	41.77	68.88	44.06	132.14
Total	3,663.21	2,087.23	5,610.67	3,156.48	7,986.77
Less: Inter segment Revenue	21.92	0.25	24.75	0.57	1.04
	3,641.29	2,086.98	5,585.92	3,155.91	7,985.73
Segment Results:					
Profit before Depreciation, Interest and Tax					
a) Wind Turbine Generator	533.81	296.19	662.07	437.54	1,019.18
b) Gear Box (See Note 3 below)	65.33	47.22	96.33	99.30	291.80
c) Others	3.78	11.07	7.39	7.28	39.09
Total	602.92	354.48	765.79	544.12	1,350.07
Less: Depreciation					
a) Wind Turbine Generator	34.73	21.88	64.91	41.15	94.53
b) Gear Box (See Note 3 below)	19.93	19.12	45.68	32.72	69.54
c) Others	3.68	1.84	6.25	3.68	7.73
Profit before Interest and tax					
a) Wind Turbine Generator	499.08	274.31	597.16	396.39	924.65
b) Gear Box (See Note 3 below)	45.40	28.10	50.65	66.58	222.26
c) Others	0.10	9.23	1.14	3.60	31.36
Less: Interest	138.67	54.73	246.56	91.30	252.26
Less: Net of Unallocable (Income) / Expenditure	(37.51)	(14.19)	(57.08)	(26.47)	(42.25)
Profit Before taxes	443.42	271.10	459.47	401.74	968.26
Capital Employed (Segment assets - Segment liabilities)					
a) Wind Turbine Generator	6,644.69	2,765.83	6,644.69	2,765.83	3,130.55
b) Gear Box (See Note 3 below)	3,501.27	2,863.53	3,501.27	2,863.53	3,183.89
c) Others	404.34	307.95	404.34	307.95	310.51
Total	10,550.30	5,937.31	10,550.30	5,937.31	6,624.95

Notes:

- The above results for the quarter ended September 30, 2007 have been reviewed by the audit committee and taken on record by the Board of Directors at their meeting held on October 22, 2007 and October 23, 2007 respectively.
- In view of the seasonality of business, the financial results for the quarter / half year ended are not indicative of the full year's performance.
- 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.2502.64 crore. By virtue of the acquisition of Eve Holding by AE-Rotor, the Company has 100% ownership of Hansen Transmissions International NV, Belgium 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 half year ended September 30, 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 half year ended September 30, 2007 are to that extent not comparable with the consolidated financial results of the prior periods presented.
- 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 September 30, 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/ half year ended September 30, 2007. However, results for the period from June 6, 2007 to June 30, 2007 have been consolidated in the results for the quarter/half year ended September 30, 2007 using equity method of accounting. Accordingly, the consolidated financial results for the quarter/half year ended September 30, 2007 are to that extent not comparable with the consolidated financial figures of the prior periods presented.
- During the half year ended September 30, 2007, the Company has made an issue of USD 300 Million (Rs.1223.70 crores), Zero Coupon Convertible bonds due 2012, convertible into equity shares. The initial conversion price is fixed at Rs.1,800 per share and the same is subject to adjustment in certain circumstances. Further, on October 10, 2007 the Company has made another 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.1,859.40 per share and the same is subject to adjustment in certain circumstances.
- The Company has been facing certain issues with residents in the local region of Dhule and Sangli, in Maharashtra 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 half year ended September 30, 2007 incurred Rs.66 crores of which Rs.43 crores has been incurred during the quarter ended September 30, 2007 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".
- Effective April 1, 2007, the Company has commenced commissioning and installation of WTGs through a subsidiary company, which earlier was done in an associate company. Certain related assets of the promoter company pertaining to this business have been transferred to the subsidiary. To that extent, the figures for the quarter/half year ended September 30, 2007 are not comparable with prior periods presented.
- During the quarter ended September 30, 2007, the Company has issued and allotted 210,100 equity shares of Rs.10 each at an exercise price of Rs.255 per equity share on July 9, 2007 as per the terms of stock option plan. Consequently to this issue, the equity share capital of the Company has increased from 287,765,380 equity shares as at June 30, 2007 to 287,975,480 equity shares as at September 30, 2007.
- The Board has, subject to approval of members, proposed to sub-divide the equity shares of the face value of Rs.10/- each in to equity shares with a face value of Rs.2/- per share. The earnings per share disclosed in these results do not factor the effect of the sub-division and have been computed considering a face value of Rs.10/- per share.
- The IPO proceeds utilized till September 30, 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 status of investor complaints received by the Company is as follows: Pending as on July 1, 2007 - 2; Received during the quarter - 37; Disposed during the quarter - 38; Pending as on September 30, 2007 - 1
- The figures stated above, have been reclassified wherever necessary to confirm with the classification in the financial statements for the quarter / half year ended September 30, 2007.

For and on behalf of the Board of Directors

Place Mumbai

Tulsi R. Tanti

Dated October 23, 2007

Chairman & Managing Director