

SUZLON ENERGY LIMITED
"SUZLON", 5, SHRIMALI SOCIETY, NEAR SHRI KRISHNA COMPLEX, NAVRANGPURA, AHMEDABAD-380009

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2008

(Rs. in crores)

Particulars		Quarter ended		Half year ended		Year ended
		September 30, 2008 (Unaudited)	September 30, 2007 (Unaudited)	September 30, 2008 (Unaudited)	September 30, 2007 (Unaudited)	March 31, 2008 (Audited)
1.	Income from operations	2,226.25	1,687.46	3,696.84	2,526.65	6,926.01
2.	Other operating income	8.22	7.11	10.87	8.24	16.23
3.	Total Income (1+2)	2,234.47	1,694.57	3,707.71	2,534.89	6,942.24
4.	Expenditure					
a)	(Increase)/Decrease in stock in trade and work in progress	(94.18)	(53.15)	(209.69)	(198.36)	(154.14)
b)	Consumption of raw materials (including project bought outs)	1,466.14	1,030.43	2,443.70	1,645.68	4,304.71
c)	Purchase of traded goods	7.45	27.57	11.43	39.90	76.42
d)	Employees cost	45.87	32.78	103.80	66.37	139.34
e)	Depreciation	24.49	19.03	46.20	36.74	86.21
f)	Other expenditure	414.77	247.19	578.37	436.99	868.74
g)	Total Expenditure	1,864.54	1,303.85	2,973.81	2,027.32	5,321.28
5.	Profit from Operations before Other Income, Interest & Exceptional Items (3-4)	369.93	390.72	733.90	507.57	1,620.96
6.	Other income	30.19	24.16	53.23	46.74	109.38
7.	Profit before Interest & Exceptional Items (5+6)	400.12	414.88	787.13	554.31	1,730.34
8.	Interest	76.69	28.21	114.89	57.11	125.34
9.	Profit after Interest but before Exceptional Items (7-8)	323.43	386.67	672.24	497.20	1,605.00
10.	Exceptional items (refer note 3)					
	A. Foreign exchange loss/(gain) on Zero Coupon Convertible Bonds	197.25	(26.17)	342.75	(28.27)	(4.40)
	B. WTG restoration and consequential generation/availability charges	47.77	42.69	74.23	65.46	266.61
	C. Mark-to-Market losses on foreign exchange forward/option contracts	32.78	-	90.63	-	23.00
11.	Profit from Ordinary Activities before Tax (9-10)	45.63	370.15	164.63	460.01	1,319.79
12.	Tax expenses	28.65	14.57	59.61	15.03	54.08
13.	Net Profit for the period (11-12)	16.98	355.58	105.02	444.98	1,265.71
14.	Paid up equity share capital (Ordinary shares of Rs. 2/- each)	299.65	287.98	299.65	287.98	299.39
15.	Reserves excluding revaluation reserves					6,638.05
16.	Earnings per share (EPS)					
	- Basic (Rs.)	0.11	2.47	0.70	3.09	8.70
	- Diluted (Rs.)	0.11	2.41	0.68	3.05	8.47
17.	Public shareholding					
	- Number of shares	511,982,400	446,665,400	511,982,400	446,665,400	510,666,400
	- Percentage of shareholding	34.17%	31.02%	34.17%	31.02%	34.11%

Notes:

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on October 30, 2008.
- 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.
- Exceptional items referred to above include the following:
 - On June 11, 2007 and October 10, 2007, the Company made issue of USD 300 Million (Rs.1,223.70 crores) and USD 200 Million (Rs.786.20 crores) Zero Coupon Convertible Bonds due 2012, respectively convertible into equity shares. The initial conversion price is fixed at Rs.359.68 per share and Rs.371.55 per share respectively (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 amount of restatement for the quarter and half year ended September 30, 2008 aggregated Rs.197.25 crores and Rs.342.75 crores respectively.
 - WTG restoration costs arising out of events like disruption of WTGs in Dhule and blade failures in US, including their consequential generation / availability provisions. These amounts aggregate Rs.47.77 crores (Rs.42.69 crores) for the quarter ended September 30, 2008 and Rs.74.23 crores (Rs.65.46 crores) for the half year ended September 30, 2008 and Rs.266.61 crores (Rs.Nil) for the year ended March 31, 2008.
 - Period end mark-to-market losses in respect of foreign exchange forward / option contracts, taken for hedging purposes. The amounts for the quarter and half year ended September 30, 2008 aggregated Rs.32.78 crores and Rs.90.63 crores respectively.
- The Company has not provided for the proportionate premium on redemption of Zero Coupon Convertible Bonds, due 2012, since the Company believes that the same is contingent in nature. The proportionate amount of premium as at June 30, 2008 and September 30, 2008 is approximately Rs.152.08 crores (Rs.Nil) and Rs.211.63 crores (Rs.Nil) respectively. The auditors have without qualifying their opinion, given a matter of emphasis on non-provision of the proportionate premium in their limited review report for the quarter and half year ended September 30, 2008. This item does not have any impact on the profit for the quarter and half year ended September 30, 2008.
- In terms of the approval of the shareholders, the Company has sub-divided the face value of the equity shares of Rs.10 each into face value of Rs.2 each with effect from January 28, 2008. Accordingly, the basic and diluted earning per share and number of shares disclosed above have been computed for all the periods based on the revised face value of Rs.2 each.
- The QIP proceeds have been utilized in line with the objects of the issue as stated in the placement document.
- In accordance with Accounting Standard 17-"Segment Reporting" as notified by the Companies (Accounting Standard) Rules 2006, the Company has identified its business segment as "Wind Turbine Generator (WTG)", there are no other segments.
- During the quarter ended September 30, 2008, the Company has issued and allotted 1,301,000 equity shares of Rs.2 each at an exercise price of Rs.51 per equity share on July 5, 2008 in terms of employee stock option plan-2005.
- The status of investor complaints received by the Company is as follows: Pending as on July 1, 2008 - Nil; Received during the quarter - 75; Disposed during the quarter - 75; Pending as on September 30, 2008 - Nil.
- 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, 2008.

For and on behalf of the Board of Directors

Place Mumbai
Dated October 30, 2008

Tulsi R.Tanti
Chairman & Managing Director