

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2010

(Rs. in crores)

Particulars	Quarter ended		Half year ended		Year ended
	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	March 31, 2010 (Audited)
1 Income from operations	3,771.56	4,793.34	6,170.21	8,946.02	20,619.66
2 Other operating income	47.76	41.89	53.55	60.56	159.55
3 <b>Total Income (1+2)</b>	<b>3,819.32</b>	<b>4,835.23</b>	<b>6,223.76</b>	<b>9,006.58</b>	<b>20,779.21</b>
4 Expenditure					
a) (Increase) / Decrease in stock in trade and work in progress	(377.63)	(232.31)	(322.56)	(401.67)	165.46
b) Consumption of raw materials (including project bought outs)	2,912.70	3,440.93	4,634.31	6,521.23	13,414.95
c) Purchase of traded goods	1.93	11.86	2.11	12.29	47.75
d) Employees cost	407.97	588.08	805.56	1,180.47	2,145.41
e) Depreciation	137.28	188.04	263.78	350.62	662.97
f) Foreign exchange loss/ (gain)	(12.16)	(94.96)	134.11	(226.52)	(42.71)
g) Other expenditure	738.31	1,000.38	1,368.01	1,787.22	4,105.30
h) <b>Total Expenditure</b>	<b>3,808.40</b>	<b>4,902.02</b>	<b>6,885.32</b>	<b>9,223.64</b>	<b>20,499.13</b>
5 <b>Profit / (loss) from Operations before Other Income, Interest &amp; Exceptional Items (3-4)</b>	<b>10.92</b>	<b>(66.79)</b>	<b>(661.56)</b>	<b>(217.06)</b>	<b>280.08</b>
6 Other income	19.69	20.24	43.22	41.61	69.46
7 <b>Profit / (loss) before Interest &amp; Exceptional Items (5+6)</b>	<b>30.61</b>	<b>(46.55)</b>	<b>(618.34)</b>	<b>(175.45)</b>	<b>349.54</b>
8 Interest	267.09	292.60	528.19	605.37	1,195.03
9 <b>Profit / (loss) after Interest but before Exceptional Items (7-8)</b>	<b>(236.48)</b>	<b>(339.15)</b>	<b>(1,146.53)</b>	<b>(780.82)</b>	<b>(845.49)</b>
10 <b>Exceptional items</b>					
A. Loss/(Gain) on restructuring and refinancing of financial facilities (Net)	-	(0.44)	37.28	(122.27)	(122.27)
B. Foreign exchange loss on the Convertible Bonds	-	20.70	-	160.78	162.34
C. Profit on sale of stake in subsidiary	-	-	-	-	(251.96)
Total exceptional items	-	20.26	37.28	38.51	(211.89)
11 <b>Profit / (Loss) from Ordinary Activities before Tax (9-10)</b>	<b>(236.48)</b>	<b>(359.41)</b>	<b>(1,183.81)</b>	<b>(819.33)</b>	<b>(633.60)</b>
12 Tax expenses	132.33	1.81	108.62	4.44	356.13
13 <b>Net Profit / (Loss) for the period (11-12)</b>	<b>(368.81)</b>	<b>(361.22)</b>	<b>(1,292.43)</b>	<b>(823.77)</b>	<b>(989.73)</b>
14 Add / (Less) : Share in associate's profit /(loss) after tax	(9.40)	-	(16.30)	-	16.12
15 Add / (Less) : Minority share in losses / (profits)	8.98	5.70	27.28	15.58	(8.95)
16 <b>Net Profit / (Loss) after share in associate's profit and minority interest (13+14+15)</b>	<b>(369.23)</b>	<b>(355.52)</b>	<b>(1,281.45)</b>	<b>(808.19)</b>	<b>(982.56)</b>
17 Paid up equity share capital (Ordinary shares of Rs.2/- each)	349.07	311.34	349.07	311.34	311.35
18 Reserves excluding revaluation reserves					6,274.21
19 Earnings / (loss) per share (EPS)					
- Basic (Rs.)	(2.14)	(2.31)	(7.81)	(5.32)	(6.39)
- Diluted (Rs.)	(2.14)	(2.31)	(7.81)	(5.32)	(6.39)
20 Public shareholding					
- Number of shares	730,631,477	730,455,743	730,631,477	730,455,743	730,463,743
- Percentage of shareholding	41.86%	46.92%	41.86%	46.92%	46.92%
21 Promoters and Promoter group shareholding					
a) Pledged / Encumbered shares					
- Number of shares	600,501,964	357,602,711	600,501,964	357,602,711	578,546,711
- % of shareholding (as a % of total shareholding of promoters and promoter group)	59.18%	43.28%	59.18%	43.28%	70.02%
- % of shareholding (as a % of total share capital of the Company)	34.41%	22.97%	34.41%	22.97%	37.16%
b) Non-encumbered shares					
- Number of shares	414,239,624	468,665,289	414,239,624	468,665,289	247,721,289
- % of shareholding (as a % of total shareholding of promoters and promoter group)	40.82%	56.72%	40.82%	56.72%	29.98%
- % of shareholding (as a % of total share capital of the Company)	23.73%	30.11%	23.73%	30.11%	15.91%

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2010

(Rs. in crores)

Particulars	Quarter ended		Half year ended		Year ended
	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	March 31, 2010 (Audited)
1. Income from operations	1,067.95	616.02	1,571.38	930.97	3,488.68
2. Other operating income	1.56	11.27	2.63	11.27	20.25
3. <b>Total Income (1+2)</b>	<b>1,069.51</b>	<b>627.29</b>	<b>1,574.01</b>	<b>942.24</b>	<b>3,508.93</b>
4. Expenditure					
a) (Increase) / Decrease in stock in trade and work in progress	(15.70)	98.30	(35.60)	162.43	254.97
b) Consumption of raw materials (including project bought outs)	715.40	343.35	1,115.72	512.26	2,218.37
c) Purchase of traded goods	7.96	8.55	11.51	12.29	44.15
d) Employees cost	54.91	37.04	104.35	81.48	181.01
e) Depreciation	37.24	18.94	71.47	38.64	126.27
f) Foreign exchange loss/ (gain)	52.78	(56.52)	104.03	(103.26)	(30.35)
g) Other expenditure	283.44	233.46	546.35	459.15	1,083.48
h) <b>Total Expenditure</b>	<b>1,136.03</b>	<b>683.12</b>	<b>1,917.83</b>	<b>1,162.99</b>	<b>3,877.90</b>
5. <b>Profit / (loss) from Operations before Other Income, Interest &amp; Exceptional Items (3-4)</b>	<b>(66.52)</b>	<b>(55.83)</b>	<b>(343.82)</b>	<b>(220.75)</b>	<b>(368.97)</b>
6. Other income	106.51	52.29	173.23	96.66	222.89
7. <b>Profit / (loss) before Interest &amp; Exceptional Items (5+6)</b>	<b>39.99</b>	<b>(3.54)</b>	<b>(170.59)</b>	<b>(124.09)</b>	<b>(146.08)</b>
8. Interest	129.04	170.53	288.81	309.27	653.59
9. <b>Profit / (loss) after Interest but before Exceptional Items (7-8)</b>	<b>(89.05)</b>	<b>(174.07)</b>	<b>(459.40)</b>	<b>(433.36)</b>	<b>(799.67)</b>
10. <b>Exceptional items</b>					
A. Loss/(Gain) on restructuring and refinancing of financial facilities (Net)	-	(9.39)	37.28	(248.76)	(248.76)
B. Foreign exchange loss on the Convertible Bonds	-	20.70	-	160.78	162.34
C. Provision towards Diminution in Investments	-	-	-	-	525.44
Total exceptional items	-	11.31	37.28	(87.98)	439.02
11. <b>Profit / (Loss) from Ordinary Activities before Tax (9-10)</b>	<b>(89.05)</b>	<b>(185.38)</b>	<b>(496.68)</b>	<b>(345.38)</b>	<b>(1,238.69)</b>
12. Tax expenses / (reversal)	-	(0.47)	-	-	175.40
13. <b>Net Profit / (Loss) for the period (11-12)</b>	<b>(89.05)</b>	<b>(184.91)</b>	<b>(496.68)</b>	<b>(345.38)</b>	<b>(1,414.09)</b>
14. Paid up equity share capital (Ordinary shares of Rs.2/- each)	349.07	311.34	349.07	311.34	311.35
15. Reserves excluding revaluation reserves					5,277.24
16. Earnings / (loss) per share (EPS)					
- Basic (Rs.)	(0.52)	(1.20)	(3.03)	(2.27)	(9.19)
- Diluted (Rs.)	(0.52)	(1.20)	(3.03)	(2.27)	(9.19)
17. Public shareholding					
- Number of shares	730,631,477	730,455,743	730,631,477	730,455,743	730,463,743
- Percentage of shareholding	41.86%	46.92%	41.86%	46.92%	46.92%
18. Promoters and Promoter group shareholding					
a) Pledged / Encumbered shares					
- Number of shares	600,501,964	357,602,711	600,501,964	357,602,711	578,546,711
- % of shareholding (as a % of total shareholding of promoters and promoter group)	59.18%	43.28%	59.18%	43.28%	70.02%
- % of shareholding (as a % of total share capital of the Company)	34.41%	22.97%	34.41%	22.97%	37.16%
b) Non-encumbered shares					
- Number of shares	414,239,624	468,665,289	414,239,624	468,665,289	247,721,289
- % of shareholding (as a % of total shareholding of promoters and promoter group)	40.82%	56.72%	40.82%	56.72%	29.98%
- % of shareholding (as a % of total share capital of the Company)	23.73%	30.11%	23.73%	30.11%	15.91%

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED SEPTEMBER 30, 2010

(Rs. in crores)

Particulars	Quarter ended		Half year ended		Year ended
	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	September 30, 2010 (Unaudited)	September 30, 2009 (Unaudited)	March 31, 2010 (Audited)
<b>Segment Revenue</b>					
a) Wind Turbine Generator	3,734.41	3,901.71	6,116.98	7,120.49	18,073.37
b) Gear Box (refer note 2)	-	1,032.20	-	1,957.01	2,656.12
c) Foundry & Forging	93.78	10.55	149.01	27.58	104.11
d) Others	13.84	16.41	22.58	28.60	43.21
<b>Total</b>	<b>3,842.03</b>	<b>4,960.87</b>	<b>6,288.57</b>	<b>9,133.68</b>	<b>20,876.81</b>
Less: Inter segment revenue	70.47	167.53	118.36	187.66	257.15
<b>Income from operations</b>	<b>3,771.56</b>	<b>4,793.34</b>	<b>6,170.21</b>	<b>8,946.02</b>	<b>20,619.66</b>
<b>Segment Results</b>					
<b>Profit / (loss) before Depreciation, Interest, Exceptional Items and Tax</b>					
a) Wind Turbine Generator	192.07	98.24	(314.31)	100.85	951.57
b) Gear Box (refer note 2)	-	51.50	-	115.39	245.47
c) Foundry & Forging	4.86	(13.79)	5.11	(17.21)	(23.16)
d) Others	11.99	11.86	19.03	23.92	32.13
<b>Total</b>	<b>208.92</b>	<b>147.81</b>	<b>(290.17)</b>	<b>222.95</b>	<b>1,206.01</b>
Less: Depreciation					
a) Wind Turbine Generator	115.92	95.30	221.73	177.83	426.18
b) Gear Box (refer note 2)	-	76.24	-	138.90	180.62
c) Foundry & Forging	17.67	14.05	34.79	27.12	41.85
d) Others	3.69	2.45	7.26	6.77	14.32
<b>Profit / (loss) before Interest, Exceptional Items and Tax</b>					
a) Wind Turbine Generator	76.15	2.94	(536.04)	(76.98)	525.39
b) Gear Box (refer note 2)	-	(24.74)	-	(23.51)	64.85
c) Foundry & Forging	(12.81)	(27.84)	(29.68)	(44.33)	(65.01)
d) Others	8.30	9.41	11.77	17.15	17.81
Less: Interest	267.09	292.60	528.19	605.37	1,195.03
Less: Unallocable Expenditure / (Income) - net	41.03	6.32	64.39	47.78	193.50
<b>Profit / (Loss) before Taxes and Exceptional Items</b>	<b>(236.48)</b>	<b>(339.15)</b>	<b>(1,146.53)</b>	<b>(780.82)</b>	<b>(845.49)</b>
Exceptional items	-	20.26	37.28	38.51	(211.89)
<b>Profit / (loss) before Tax</b>	<b>(236.48)</b>	<b>(359.41)</b>	<b>(1,183.81)</b>	<b>(819.33)</b>	<b>(633.60)</b>
<b>Capital Employed</b> <b>(Segment assets - Segment liabilities)</b>					
a) Wind Turbine Generator	13,696.67	16,661.57	13,696.67	16,661.57	13,912.51
b) Gear Box (refer note 2)	-	6,171.35	-	6,171.35	-
c) Foundry & Forging	879.23	944.63	879.23	944.63	911.47
d) Others	230.10	239.35	230.10	239.35	244.01
<b>Total</b>	<b>14,806.00</b>	<b>24,016.90</b>	<b>14,806.00</b>	<b>24,016.90</b>	<b>15,067.99</b>

**Statement of Assets & Liabilities**

(Rs. in crores)

Particulars	Standalone		Consolidated	
	As at September 30, 2010	As at September 30, 2009	As at September 30, 2010	As at September 30, 2009
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Shareholders' Funds:</b>				
(a) Capital	349.07	311.34	349.07	311.34
(b) Employee stock options outstanding	19.69	9.01	19.69	13.29
(c) Share application money pending allotment	-	-	-	-
(d) Reserve and Surplus	5,922.00	6,345.95	5,891.66	8,078.27
Preference shares issued by subsidiary company	-	-	2.50	2.50
Minority Interest	-	-	402.50	1,931.95
Loan Funds	6,545.98	8,023.20	12,073.45	16,541.38
Deferred Tax Liability	-	-	165.51	436.53
<b>Total</b>	<b>12,836.74</b>	<b>14,689.50</b>	<b>18,904.38</b>	<b>27,315.26</b>
Fixed Asset	919.56	916.51	4,564.20	8,596.40
Investment	7,533.64	7,849.26	1,089.56	2.64
Goodwill on Consolidation	-	-	6,201.34	8,460.73
Deferred Tax Assets	-	175.40	123.17	250.17
Foreign Currency Monetary Item Translation Difference Account	10.53	124.53	20.44	123.75
<b>Current Assets, Loans And Advances</b>				
(a) Inventories	836.99	1,172.77	6,320.62	7,289.15
(b) Sundry Debtors	2,600.22	3,166.76	2,825.50	4,714.22
(c) Cash and Bank Balance	467.60	466.10	2,821.51	2,779.56
(d) Other current assets	-	-	1,457.86	1,620.73
(e) Loans and Advances	4,090.02	3,945.34	2,578.56	2,662.76
Less: Current liabilities and provisions				
(a) Current liabilities	3,339.19	2,910.85	7,831.82	8,237.39
(b) Provisions	282.63	216.32	1,266.56	947.46
<b>Total</b>	<b>12,836.74</b>	<b>14,689.50</b>	<b>18,904.38</b>	<b>27,315.26</b>

**Notes:**

- 1 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, 2010. The Statutory Auditors of the Company have carried out a limited review of the above results for the quarter and half year ended September 30, 2010. The figures in the Statement of Assets and Liabilities as at September 30, 2009 have not been reviewed by the Statutory Auditors of the Company.
- 2 Hansen Transmissions International NV ("Hansen") ceased to be a subsidiary of the Company with effect from November 24, 2009. The Company holds 26.06% stake in Hansen as on September 30, 2010 and has accounted for it as an associate. The consolidated financial figures for year ended March 31, 2010 inter alia include the financial figures of Hansen till November 2009 as subsidiary and subsequently as an associate. Accordingly, the consolidated financial results for the quarter and half year ended September 30, 2010 are to that extent not comparable with the consolidated financial results of the prior periods presented.
- 3 On July 12, 2010, the Company has raised Rs.1,188.39 crores pursuant to the Rights Issue. The Company has allotted 188,633,322 Equity Shares of Rs.2 each at a premium of Rs.61 per Equity Share on a rights basis to the existing equity shareholders of the Company in the ratio of 2 equity shares for every 15 fully paid-up equity shares held by the existing equity shareholders on the record date.
- 4 The Indian Wind Energy Association ('InWEA') of which the Company is a member has filed a civil appeal in the Supreme Court against an order of the Appellate Tribunal for Electricity in regard to levy of Infrastructure Development Charges (IDC) by Tamil Nadu State Electricity Board. The auditors have without qualifying their opinion, given a Matter of Emphasis on non-provision of the IDC Charges aggregating Rs 59.65 crores as at September 30, 2010. Based on a legal opinion the Company/InWEA has a strong case in favour.
- 5 The Company has not provided for the proportionate premium on redemption of Convertible Bonds, since the Company believes that the same is contingent in nature. The proportionate premium as at September 30, 2010 is approximately Rs. 478.73 crores (Rs.301.91 crores). 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 ended September 30, 2010. The Company has securities premium of Rs. 5,120.53 crores as at September 30, 2010, which is adequate to cover the cost of proportionate premium, in case the contingency materialises.
- 6 On April 29, 2010, The Company had convened meetings of Bondholders of each of the series, who approved the respective resolutions put to them. Accordingly post receipt of regulatory approvals, the Company changed the conversion price of the Phase I bonds from Rs.359.68 per equity share to Rs.97.26 per equity share and for Phase II bonds from Rs.371.55 to Rs.97.26 per equity share, subject to adjustments in accordance with terms and conditions of the bonds. The revised floor price in respect of Phase I and Phase II bonds is Rs.74.025 per equity share. The fixed exchange rate was changed to 1USD=Rs 44.60 from 1USD=Rs 40.83 for Phase I bonds and 1USD=Rs 39.87 for Phase II bonds. The Company has incurred Rs.37.28 crores towards consent fee to bondholders and other cost and disclosed under exceptional items for the half year ended September 30, 2010.
- 7 Suzlon Energy Limited (the 'Company') is in the process of seeking shareholders' approval for allotment of 3,19,92,582 equity shares on preferential basis in compliance with the applicable SEBI Regulations, to IDFC Trustee Company Ltd. A/c IDFC Infrastructure Fund 3 A/c IDFC Private Equity Fund III" ('IDFC PE') as a consideration for acquisition of 4,12,54,125 equity shares of Rs. 10/- each in 'SE Forge Limited, a subsidiary of the Company. The shareholders approval is being sought by way of a Postal Ballot and the last date for communicating the assent or dissent for the said proposal is 15th November 2010.
- 8 The status of investor complaints received by the Company is as follows: Pending as on July 1, 2010 - Nil; Received during the quarter - 29; Disposed during the quarter - 28; Pending as on September 30, 2010 - 1.
- 9 The figures stated above, have been reclassified wherever necessary to confirm with the classification in the financial results for the quarter and half year ended September 30, 2010.

**For and on behalf of the Board of Directors**

**Place Mumbai**  
**Date October 30, 2010**

**Tulsi R.Tanti**  
**Chairman & Managing Director**