

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2010

(Rs. in crores)

| Particulars | Quarter ended | | Year ended | |
|--|-------------------------------|-------------------------------|-----------------------------|-----------------------------|
| | March 31, 2010 (Unaudited) | March 31, 2009 (Unaudited) | March 31, 2010 (Audited) | March 31, 2009 (Audited) |
| 1 Income from operations | 6,083.61 | 9,121.27 | 20,619.66 | 26,081.70 |
| 2 Other operating income | 80.61 | 86.64 | 159.55 | 177.09 |
| 3 Total Income (1+2) | 6,164.22 | 9,207.91 | 20,779.21 | 26,258.79 |
| 4 Expenditure | | | | |
| a (Increase) / Decrease in stock in trade and work in progress | (801.05) | 1,091.15 | 165.46 | (1,086.15) |
| b Consumption of raw materials (including project bought outs) | 4,592.33 | 4,978.22 | 13,414.95 | 17,920.31 |
| c Purchase of traded goods | 30.57 | 11.57 | 47.75 | 22.64 |
| d Employees cost | 422.59 | 627.91 | 2,145.41 | 2,165.75 |
| e Depreciation | 145.06 | 200.92 | 662.97 | 573.14 |
| f Other expenditure | 1,384.93 | 1,679.63 | 4,062.59 | 4,420.36 |
| g Total Expenditure | 5,774.43 | 8,589.40 | 20,499.13 | 24,016.05 |
| 5 Profit / (loss) from Operations before Other Income, Interest & Exceptional Items (3-4) | 389.79 | 618.51 | 280.08 | 2,242.74 |
| 6 Other income | 10.36 | 113.32 | 69.46 | 271.75 |
| 7 Profit / (loss) before Interest & Exceptional Items (5+6) | 400.15 | 731.83 | 349.54 | 2,514.49 |
| 8 Interest | 300.15 | 308.20 | 1,195.03 | 901.21 |
| 9 Profit / (loss) after Interest but before Exceptional Items (7-8) | 100.00 | 423.63 | (845.49) | 1,613.28 |
| 10 Exceptional items (refer note 5) | | | | |
| A. Gain on restructuring and refinancing of financial facilities (Net) | - | - | (122.27) | - |
| B. Foreign exchange loss on the Convertible Bonds | (6.65) | (303.15) | 162.34 | 131.35 |
| C. Blade restoration & retrofit and consequential generation / availability charges | - | 103.74 | - | 411.10 |
| D. Mark-to-Market losses on foreign exchange forward / option contracts | - | 139.24 | - | 353.84 |
| E. Profit on sale of stake in subsidiary | - | - | (251.96) | - |
| Total exceptional items | (6.65) | (60.17) | (211.89) | 896.29 |
| 11 Profit / (Loss) from Ordinary Activities before Tax (9-10) | 106.65 | 483.80 | (633.60) | 716.99 |
| 12 Tax expenses | 295.31 | 74.00 | 356.13 | 288.12 |
| 13 Net Profit / (Loss) for the period (11-12) | (188.66) | 409.80 | (989.73) | 428.87 |
| 14 Add : Share in associate's profit after tax | 12.15 | - | 16.12 | 2.32 |
| 15 Add / (Less) : Minority share in losses / (profits) | (11.96) | (94.91) | (8.95) | (194.71) |
| 16 Net Profit / (Loss) after share in associate's profit and minority interest (13+14+15) | (188.47) | 314.89 | (982.56) | 236.48 |
| 17 Paid up equity share capital (Ordinary shares of Rs.2/- each) | 311.35 | 299.66 | 311.35 | 299.66 |
| 18 Reserves excluding revaluation reserves | | | 6,274.21 | 8,221.64 |
| 19 Earnings / (loss) per share (EPS) | | | | |
| - Basic (Rs.) | (1.21) | 2.10 | (6.39) | 1.58 |
| - Diluted (Rs.) | (1.21) | 2.03 | (6.39) | 1.52 |
| 20 Public shareholding | | | | |
| - Number of shares | 730,463,743 | 512,027,400 | 730,463,743 | 512,027,400 |
| - Percentage of shareholding | 46.92% | 34.17% | 46.92% | 34.17% |
| 21 Promoters and Promoter group shareholding | | | | |
| a) Pledged / Encumbered shares | | | | |
| - Number of shares | 578,546,711 | 426,240,000 | 578,546,711 | 426,240,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 70.02% | 43.22% | 70.02% | 43.22% |
| - % of shareholding (as a % of total share capital of the Company) | 37.16% | 28.45% | 37.16% | 28.45% |
| b) Non-encumbered shares | | | | |
| - Number of shares | 247,721,289 | 560,028,000 | 247,721,289 | 560,028,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 29.98% | 56.78% | 29.98% | 56.78% |
| - % of shareholding (as a % of total share capital of the Company) | 15.91% | 37.38% | 15.91% | 37.38% |



AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2010

(Rs. in crores)

| Particulars | Quarter ended | | Year ended | |
|---|-------------------------------|-------------------------------|-----------------------------|-----------------------------|
| | March 31, 2010 (Unaudited) | March 31, 2009 (Unaudited) | March 31, 2010 (Audited) | March 31, 2009 (Audited) |
| 1. Income from operations | 1,809.03 | 2,037.07 | 3,488.68 | 7,235.58 |
| 2. Other operating income | 3.65 | 2.87 | 20.25 | 16.36 |
| 3. Total Income (1+2) | 1,812.68 | 2,039.94 | 3,508.93 | 7,251.94 |
| 4. Expenditure | | | | |
| a (Increase) / Decrease in stock in trade and work in progress | 2.77 | 103.79 | 254.97 | (68.37) |
| b Consumption of raw materials (including project bought outs) | 1,269.60 | 1,250.85 | 2,218.37 | 4,576.05 |
| c Purchase of traded goods | 18.08 | 19.52 | 44.15 | 36.17 |
| d Employees cost | 48.75 | 41.69 | 181.01 | 199.07 |
| e Depreciation | 56.72 | 29.90 | 126.27 | 99.16 |
| f Other expenditure | 394.22 | 735.54 | 1,053.13 | 1,757.56 |
| g Total Expenditure | 1,790.14 | 2,181.29 | 3,877.90 | 6,599.64 |
| 5. Profit / (loss) from Operations before Other Income, Interest & Exceptional Items (3-4) | 22.54 | (141.35) | (368.97) | 652.30 |
| 6. Other income | 69.74 | 64.13 | 222.89 | 160.78 |
| 7. Profit / (loss) before Interest & Exceptional Items (5+6) | 92.28 | (77.22) | (146.08) | 813.08 |
| 8. Interest | 181.66 | 155.80 | 653.59 | 380.12 |
| 9. Profit / (loss) after Interest but before Exceptional Items (7-8) | (89.38) | (233.02) | (799.67) | 432.96 |
| 10. Exceptional items (refer note 5) | | | | |
| A. Gain on restructuring and refinancing of financial facilities (Net) | - | - | (248.76) | - |
| B. Foreign exchange loss on the Convertible Bonds | (6.65) | (303.15) | 162.34 | 131.35 |
| C. Blade restoration & retrofit and consequential generation / availability charges | - | 103.74 | - | 411.10 |
| D. Mark-to-Market losses on foreign exchange forward/option contracts | - | 128.68 | - | 330.71 |
| E. Provision towards Diminution in Investments | 525.44 | 99.76 | 525.44 | 99.76 |
| Total exceptional items | 518.79 | 29.03 | 439.02 | 972.92 |
| 11. Profit / (Loss) from Ordinary Activities before Tax (9-10) | (608.17) | (262.05) | (1,238.69) | (539.96) |
| 12. Tax expenses / (reversal) | 175.40 | (78.69) | 175.40 | (70.69) |
| 13. Net Profit / (Loss) for the period (11-12) | (783.57) | (183.36) | (1,414.09) | (469.27) |
| 14. Paid up equity share capital (Ordinary shares of Rs.2/- each) | 311.35 | 299.66 | 311.35 | 299.66 |
| 15. Reserves excluding revaluation reserves | | | 5,277.24 | 6,177.41 |
| 16. Earnings / (loss) per share (EPS) | | | | |
| - Basic (Rs.) | (5.03) | (1.22) | (9.19) | (3.13) |
| - Diluted (Rs.) | (5.03) | (1.22) | (9.19) | (3.13) |
| 17. Public shareholding | | | | |
| - Number of shares | 730,463,743 | 512,027,400 | 730,463,743 | 512,027,400 |
| - Percentage of shareholding | 46.92% | 34.17% | 46.92% | 34.17% |
| 18. Promoters and Promoter group shareholding | | | | |
| a) Pledged / Encumbered shares | | | | |
| - Number of shares | 578,546,711 | 426,240,000 | 578,546,711 | 426,240,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 70.02% | 43.22% | 70.02% | 43.22% |
| - % of shareholding (as a % of total share capital of the Company) | 37.16% | 28.45% | 37.16% | 28.45% |
| b) Non-encumbered shares | | | | |
| - Number of shares | 247,721,289 | 560,028,000 | 247,721,289 | 560,028,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 29.98% | 56.78% | 29.98% | 56.78% |
| - % of shareholding (as a % of total share capital of the Company) | 15.91% | 37.38% | 15.91% | 37.38% |



SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE YEAR ENDED MARCH 31, 2010

(Rs. in crores)

| Particulars | Quarter ended | | Year ended | |
|---|-------------------------------|-------------------------------|-----------------------------|-----------------------------|
| | March 31, 2010 (Unaudited) | March 31, 2009 (Unaudited) | March 31, 2010 (Audited) | March 31, 2009 (Audited) |
| Segment Revenue | | | | |
| a) Wind Turbine Generator | 6,068.35 | 8,440.43 | 18,073.37 | 22,969.42 |
| b) Gear Box (refer note 3) | - | 1,035.88 | 2,656.12 | 3,993.64 |
| c) Foundry & Forging | 48.86 | 13.54 | 104.11 | 17.18 |
| d) Others | 7.47 | 6.14 | 43.21 | 36.06 |
| Total | 6,124.68 | 9,495.99 | 20,876.81 | 27,016.30 |
| Less: Inter segment revenue | 41.07 | 374.72 | 257.15 | 934.60 |
| Income from operations | 6,083.61 | 9,121.27 | 20,619.66 | 26,081.70 |
| Segment Results | | | | |
| Profit / (loss) before Depreciation, Interest, Exceptional Items and Tax | | | | |
| a) Wind Turbine Generator | 611.33 | 690.04 | 951.57 | 2,260.80 |
| b) Gear Box (refer note 3) | - | 192.00 | 245.47 | 697.71 |
| c) Foundry & Forging | (1.04) | (5.36) | (23.16) | (25.23) |
| d) Others | 3.84 | 12.46 | 32.13 | 35.42 |
| Total | 614.13 | 889.14 | 1,206.01 | 2,968.70 |
| Less: Depreciation | | | | |
| a) Wind Turbine Generator | 141.21 | 123.91 | 426.18 | 336.20 |
| b) Gear Box (refer note 3) | - | 62.06 | 180.62 | 205.06 |
| c) Foundry & Forging | (0.39) | 11.18 | 41.85 | 17.57 |
| d) Others | 4.24 | 3.77 | 14.32 | 14.31 |
| Profit / (loss) before Interest, Exceptional Items and Tax | | | | |
| a) Wind Turbine Generator | 470.12 | 566.13 | 525.39 | 1,924.60 |
| b) Gear Box (refer note 3) | - | 129.94 | 64.85 | 492.65 |
| c) Foundry & Forging | (0.65) | (16.54) | (65.01) | (42.80) |
| d) Others | (0.40) | 8.69 | 17.81 | 21.11 |
| Less: Interest | 300.15 | 308.20 | 1,195.03 | 901.21 |
| Less: Unallocable Expenditure / (Income) - net | 68.92 | (43.61) | 193.50 | (118.93) |
| Profit / (Loss) before Taxes and Exceptional Items | 100.00 | 423.63 | (845.49) | 1,613.28 |
| Exceptional items | (6.65) | (60.17) | (211.89) | 896.29 |
| Profit / (loss) before Tax | 106.65 | 483.80 | (633.60) | 716.99 |
| Capital Employed | | | | |
| (Segment assets - Segment liabilities) | | | | |
| a) Wind Turbine Generator | 13,912.51 | 15,566.62 | 13,912.51 | 15,566.62 |
| b) Gear Box (refer note 3) | - | 5,554.43 | - | 5,554.43 |
| c) Foundry & Forging | 911.47 | 897.56 | 911.47 | 897.56 |
| d) Others | 244.01 | 234.72 | 244.01 | 234.72 |
| Total | 15,067.99 | 22,253.33 | 15,067.99 | 22,253.33 |



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STATEMENT OF ASSETS & LIABILITIES

(Rs. in crores)

| | Standalone results | | Consolidated results | |
|---|--------------------|------------------|----------------------|------------------|
| | March 31, 2010 | March 31, 2009 | March 31, 2010 | March 31, 2009 |
| Shareholders' Funds: | | | | |
| (a) Capital | 311.35 | 299.66 | 311.35 | 299.66 |
| (b) Employee stock options outstanding | 15.68 | 8.25 | 15.67 | 10.44 |
| (c) Share application money pending allotment | 0.04 | - | 0.04 | - |
| (d) Reserve and Surplus | 5,277.24 | 6,177.41 | 6,274.21 | 8,221.64 |
| Preference shares issued by subsidiary company | - | - | 2.50 | 2.50 |
| Minority Interest | - | - | 328.48 | 2,313.45 |
| Loan Funds | 7,601.22 | 7,329.48 | 12,667.94 | 14,869.57 |
| Deferred Tax Liability | - | - | 182.80 | 441.74 |
| Total | 13,205.53 | 13,814.80 | 19,782.99 | 26,159.00 |
| Fixed Asset | 927.54 | 838.47 | 4,469.48 | 8,088.40 |
| Investment | 7,592.60 | 7,127.80 | 1,092.29 | 5.08 |
| Goodwill on Consolidation | - | - | 6,104.65 | 7,177.02 |
| Deferred Tax Assets | - | 175.40 | 86.33 | 254.93 |
| Foreign Currency Monetary Item Translation Difference Account | 133.39 | 399.26 | 253.68 | 398.01 |
| Current Assets, Loans And Advances | | | | |
| (a) Inventories | 797.80 | 1,383.62 | 5,994.30 | 7,173.65 |
| (b) Sundry Debtors | 2,986.81 | 4,745.14 | 3,174.00 | 5,392.79 |
| (c) Cash and Bank Balance | 599.22 | 212.40 | 2,904.28 | 3,069.84 |
| (d) Other current assets | - | - | 3,017.77 | 3,345.71 |
| (e) Loans and Advances | 4,054.40 | 2,698.75 | 2,107.82 | 2,900.89 |
| Less: Current liabilities and provisions: | | | | |
| (a) Current liabilities | 3,641.87 | 3,396.77 | 8,426.73 | 10,689.73 |
| (b) Provisions | 244.36 | 369.27 | 994.88 | 957.59 |
| TOTAL | 13,205.53 | 13,814.80 | 19,782.99 | 26,159.00 |

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 May 29, 2010. The Statutory Auditors of the Company have carried out an audit of the above results for the year ended March 31, 2010.
- REpower Systems AG ('REpower'), became a subsidiary of the Company with effect from June 6, 2008 and the Company is holding stake of 90.50% as on March 31, 2010. The consolidated financial figures for the year ended March 31, 2009 inter alia include the financial figures of REpower from June 6, 2008. Accordingly, the consolidated financial results for the year ended March 31, 2010 are to that extent not comparable with the consolidated financial results of the prior period presented.
- AE Rotor Holding B.V. a wholly owned subsidiary of the Company has sold 35.22% of equity stake in Hansen Transmissions International NV ("Hansen") on November 24, 2009. Consequently, the holding of the Company in Hansen has reduced to 26.06% and Hansen ceased to be a subsidiary of the Company. Hence, 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 the year ended March 31, 2010 are to that extent not comparable with the consolidated financial results of the prior periods presented. The profit on sale of investment in Hansen has been shown under exceptional items.
- On June 11, 2007 and October 10, 2007, the Company made an issue of USD 300 Million (the "June 2007 Bonds or Phase I Bonds ") and USD 200 Million (the "October 2007 Bonds or Phase II Bonds ") Zero Coupon Convertible Bonds (together referred to as the "Old Bonds") due 2012, respectively, convertible into equity shares. In May 2009 and June 2009, the Company undertook a restructuring of the Old Bonds, by virtue of which bondholders have exercised the following options provided to them:
 - buy back of the Old Bonds worth USD 73.33 Million @ 54.55% of the face value,
 - exchange of new 7.5% bonds for the Old Bonds worth USD 56.39 Million for the Old Bonds worth USD 94.00 Million in the ratio of 3:5, with an initial conversion price of Rs.76.68,
 - payment of consent fee to bondholders of the Old Bonds who consented for relaxation of covenants.
 During the quarter ended June 30, 2009, the lenders of acquisition loans and certain bonding facilities have agreed to reset certain terms / covenants. During the quarter ended December 31, 2009 the acquisition loans have been repaid fully, partly from Hansen stake sale proceeds and partly from fresh loans of USD 465 Million. The fresh loan does not carry any covenants for 2 years from the date of disbursement.



- 5 Exceptional items referred to above include the following:
- a. Net gain, resulting from the buy-back and exchange of the Zero coupon convertible bonds, explained in Note 4 above, which is after offsetting the various costs incurred in connection with restructuring and refinancing of facilities. Such net gain aggregates to Rs.122.27 crores (Rs.Nil) in the consolidated financial results and Rs.248.76 crores (Rs.Nil) in the standalone financial results for the year ended March 31, 2010.
 - b. Loss/profit arising on account of the amortization of foreign exchange losses on all convertible bonds in accordance with the notification issued by the Ministry of Corporate Affairs on March 31, 2009, aggregating profit of Rs.6.65 crores (profit of Rs.303.15 crores) and loss of Rs.162.34 crores (loss of Rs.131.35 crores) for the quarter and year ended March 31, 2010. The loss of Rs.162.34 crores includes Rs.120.06 crores (Rs.Nil) being entire foreign exchange losses on Old Bonds cancelled due to buy-back and exchange explained in Note 4 above.
 - c. Restoration & retrofit costs arising on account of blade failures in Overseas Markets including the consequential generation / availability provisions. These amounts aggregate to Rs.Nil (Rs. 103.74 crores) and Rs.Nil (Rs. 411.10 crores) for the quarter and year ended March 31, 2010.
 - d. Mark-to-market losses of Rs.Nil (Rs.139.24 crores) and Rs.Nil (Rs.353.84 crores) for the quarter and year ended March 31, 2010 in the consolidated financial results and Rs.Nil (Rs.128.68 crores) and Rs.Nil (Rs.330.71 crores) for the quarter and year ended March 31, 2010 in the standalone financial results. The same was in respect of foreign exchange forward / option contracts, taken for hedging purposes.
 - e. Profit on sale of stake in Hansen Transmissions International NV aggregates to Rs. 251.96 crores (Rs. Nil) in the consolidated financial results for the year ended March 31, 2010.
 - f. Provision for diminution in the value of investments in certain subsidiaries aggregating Rs 525.44 crores (Rs 99.76 crores) for the quarter and year ended March 31, 2010 in the standalone financial results.
 6. 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 59.64 crores as at March 31, 2010. Based on a legal opinion the Company/InWEA has a strong case in favour.
 7. On July 24, 2009, the Company raised USD 108.04 Million (Rs.522.97 crores) through issuance of 14,600,000 Global Depository Receipts (GDRs) representing 58,400,000 Equity Shares of Rs.2 each. The issue price of each GDR is USD 7.4 and the GDRs are listed on the Luxembourg Stock Exchange.
 8. On July 24, 2009, the Company made a further issue of Zero Coupon Convertible Bonds due 2014 for USD 93.87 million (approximately Rs.452.64 crores) at an issue price of 104.30% of the principal amount of USD 90 million. The initial conversion price is set at Rs.90.38 per share and the same is subject to adjustments in certain circumstances.
 9. Suzlon Energy Limited along with some of its Indian subsidiaries, have executed a debt Consolidation Arrangement (the 'Arrangement') on February 5, 2010 with a consortium comprising of various banks and financial institutions ('Consortium') lead by the State Bank of India as the Facility Agent and SBI Cap Trustee Company Limited as the Security Trustee. The Arrangement covers rupee term loans, fund based working capital facilities and non-fund based working capital facilities. The Arrangement also covers the earlier sanctioned loans/debentures, which have either been continued or converted into a new loan facility, as the case may be. The facilities sanctioned by the Consortium, aggregate Rs 9,797 crore as at March 31, 2010 of which Rs 7,422 crore has been drawn down as at March 31, 2010.
 10. On April 29, 2010, The Company has convened meetings of each of the Bondholders, at which it was decided to change 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.
 11. 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 March 31, 2010 is approximately Rs. 377.22 crores (Rs.226.11 crores). The auditors have without qualifying their opinion, given a Matter of Emphasis on non-provision of the proportionate premium in their report for the year ended March 31, 2010. The Company has securities premium of Rs.3,979.09 crores as at March 31, 2010, which is adequate to cover the cost of proportionate premium, in case the contingency materialises.
 12. The status of investor complaints received by the Company is as follows: Pending as on January 1, 2010 - Nil; Received during the quarter - 13; Disposed during the quarter - 13; Pending as on March 31, 2010 - Nil.
 13. The figures stated above, have been reclassified wherever necessary to confirm with the classification in the financial results for the quarter / year ended March 31, 2010.

Place Mumbai
Dated May 29, 2010

For and on behalf of the Board of Directors
Suzlon Energy Limited


Tulsi R. Tanti
Chairman & Managing Director

