

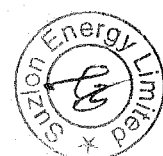
UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2009

| Particulars | Quarter ended | | Half year ended | | Year ended |
|--|--------------------|--------------------|--------------------|--------------------|------------------|
| | September 30, 2009 | September 30, 2008 | September 30, 2009 | September 30, 2008 | March 31, 2009 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 Income from operations | 4,793.34 | 6,920.90 | 8,946.02 | 10,038.70 | 26,081.70 |
| 2 Other operating income | 41.89 | 58.49 | 60.56 | 69.66 | 177.09 |
| 3 Total Income (1+2) | 4,835.23 | 6,979.39 | 9,006.58 | 10,108.36 | 26,258.79 |
| 4 Expenditure | (232.31) | (506.97) | (401.67) | (2,059.51) | (1,086.15) |
| a) (Increase) / Decrease in stock in trade and work in progress | | | | | |
| b) Consumption of raw materials (including project bought outs) | 3,440.93 | 5,160.06 | 6,521.23 | 8,500.63 | 17,920.31 |
| c) Purchase of traded goods | 11.86 | 7.79 | 12.29 | 9.41 | 22.64 |
| d) Employees cost | 588.08 | 548.23 | 1,180.47 | 971.25 | 2,165.75 |
| e) Depreciation | 188.04 | 126.90 | 350.62 | 225.47 | 573.14 |
| f) Other expenditure | 905.42 | 1,093.40 | 1,550.70 | 1,471.12 | 4,420.36 |
| g) Total Expenditure | 4,902.02 | 6,429.41 | 9,223.64 | 9,118.37 | 24,016.05 |
| 5 Profit / (loss) from Operations before Other Income, Interest & Exceptional Items (3-4) | (66.79) | 549.98 | (217.06) | 989.99 | 2,242.74 |
| 6 Other income | 20.24 | 42.66 | 41.61 | 110.77 | 271.75 |
| 7 Profit / (loss) before Interest & Exceptional Items (5+6) | (46.55) | 592.64 | (175.45) | 1,100.76 | 2,514.49 |
| 8 Interest | 292.60 | 215.98 | 605.37 | 359.16 | 901.21 |
| 9 Profit / (loss) after Interest but before Exceptional Items (7-8) | (339.15) | 376.66 | (780.82) | 741.60 | 1,613.28 |
| 10 Exceptional Items (refer note 9) | | | | | |
| A. Gain on restructuring and refinancing of financial facilities (Net) | (0.44) | - | (122.27) | - | - |
| B. Foreign exchange loss on the Convertible Bonds | 20.40 | 197.25 | 160.78 | 342.75 | 131.35 |
| C. Blade restoration & retrofit and consequential generation / availability charges | - | 47.77 | - | 74.23 | 411.10 |
| D. Mark-to-Market losses on foreign exchange forward / option contracts | - | 32.78 | - | 90.63 | 353.84 |
| Total exceptional items | 20.26 | 277.80 | 38.51 | 507.61 | 896.29 |
| 11 Profit / (Loss) from Ordinary Activities before Tax (9-10) | (359.41) | 98.86 | (819.33) | 233.99 | 716.99 |
| 12 Tax expenses / (reversal) | 1.81 | 92.96 | 4.44 | 175.61 | 238.12 |
| 13 Net Profit / (Loss) for the period (11-12) | (361.22) | 5.90 | (823.77) | 58.38 | 428.87 |
| 14 Add : Share in associate's profit after tax | - | - | - | 2.32 | 2.32 |
| 15 Add / (Less) : Minority share in losses / (profits) | 5.70 | (28.74) | 15.58 | (74.24) | (194.71) |
| 16 Net Profit / (Loss) after share in associate's profit and minority interest (13+14+15) | (355.52) | (22.84) | (808.19) | (13.54) | 236.48 |
| 17 Paid up equity share capital (Ordinary shares of Rs.2/- each) | 311.34 | 299.65 | 311.34 | 299.65 | 299.66 |
| 18 Reserves excluding revaluation reserves | - | - | - | - | 6,221.64 |
| 19 Earnings / (loss) per share (EPS) | | | | | |
| - Basic (Rs.) | (2.31) | (0.15) | (5.32) | (0.09) | 1.58 |
| - Diluted (Rs.) | (2.31) | (0.15) | (5.32) | (0.09) | 1.52 |
| 20 Public shareholding | | | | | |
| - Number of shares | 730,455,743 | 511,982,400 | 730,455,743 | 511,982,400 | 512,027,400 |
| - Percentage of shareholding | 46.92% | 34.17% | 46.92% | 34.17% | 34.17% |
| 21 Promoters and Promoter group shareholding | | | | | |
| a) Pledged / Encumbered shares | | | | | |
| - Number of shares | 357,602,711 | - | 357,602,711 | - | 426,240,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 43.28% | - | 43.28% | - | 43.22% |
| - % of shareholding (as a % of total share capital of the Company) | 22.97% | - | 22.97% | - | 28.45% |
| b) Non-encumbered shares | | | | | |
| - Number of shares | 468,665,289 | - | 468,665,289 | - | 560,028,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 56.72% | - | 56.72% | - | 56.78% |
| - % of shareholding (as a % of total share capital of the Company) | 30.11% | - | 30.11% | - | 37.38% |

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2009

| Particulars | Quarter ended | | Half year ended | | Year ended |
|---|--------------------|--------------------|--------------------|--------------------|-----------------|
| | September 30, 2009 | September 30, 2008 | September 30, 2009 | September 30, 2008 | March 31, 2009 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1. Income from operations | 616.02 | 2,226.25 | 930.97 | 3,696.84 | 7,235.58 |
| 2. Other operating income | 11.27 | 8.22 | 11.27 | 10.87 | 16.36 |
| 3. Total Income (1+2) | 627.29 | 2,234.47 | 942.24 | 3,707.71 | 7,251.94 |
| 4. Expenditure | | | | | |
| a) (Increase) / Decrease in stock in trade and work in progress | 98.30 | (94.18) | 162.43 | (209.69) | (68.37) |
| b) Consumption of raw materials (including project bought outs) | 343.35 | 1,466.14 | 512.26 | 2,443.70 | 4,576.05 |
| c) Purchase of traded goods | 8.55 | 7.45 | 12.29 | 11.43 | 36.17 |
| d) Employees cost | 37.04 | 45.87 | 81.48 | 103.80 | 199.07 |
| e) Depreciation | 18.94 | 24.49 | 38.64 | 46.20 | 99.16 |
| f) Other expenditure | 176.94 | 414.77 | 355.89 | 578.37 | 1,857.32 |
| g) Total Expenditure | 683.12 | 1,864.54 | 1,162.99 | 2,973.81 | 6,699.40 |
| 5. Profit / (loss) from Operations before Other Income, Interest & Exceptional Items (3-4) | (55.83) | 369.93 | (220.75) | 733.90 | 552.54 |
| 6. Other income | 52.29 | 30.19 | 96.66 | 53.23 | 160.78 |
| 7. Profit / (loss) before Interest & Exceptional Items (5+6) | (3.54) | 400.12 | (124.09) | 787.13 | 713.32 |
| 8. Interest | 170.53 | 76.69 | 309.27 | 114.89 | 380.12 |
| 9. Profit / (loss) after Interest but before Exceptional Items (7-8) | (174.07) | 323.43 | (433.36) | 672.24 | 333.20 |
| 10 Exceptional Items (refer note 9) | | | | | |
| A. Gain on restructuring and refinancing of financial facilities (Net) | (9.39) | - | (248.76) | - | - |
| B. Foreign exchange loss on the Convertible Bonds | 20.70 | 197.25 | 160.78 | 342.75 | 131.35 |
| C. Blade restoration & retrofit and consequential generation / availability charges | - | 47.77 | - | 74.23 | 411.10 |
| D. Mark-to-Market losses on foreign exchange forward / option contracts | - | 32.78 | - | 90.63 | 330.71 |
| Total exceptional items | 11.31 | 277.80 | (87.98) | 507.61 | 873.16 |
| 11 Profit / (Loss) from Ordinary Activities before Tax (9-10) | (185.38) | 45.63 | (345.38) | 164.63 | (539.96) |
| 12 Tax expenses / (reversal) | (0.47) | 28.65 | - | 59.61 | (70.69) |
| 13 Net Profit / (Loss) for the period (11-12) | (184.91) | 16.98 | (345.38) | 105.02 | (469.27) |
| 14 Paid up equity share capital (Ordinary shares of Rs.2/- each) | 311.34 | 299.65 | 311.34 | 299.65 | 299.66 |
| 15 Reserves excluding revaluation reserves | - | - | - | - | 6,177.41 |
| 16 Earnings / (loss) per share (EPS) | | | | | |
| - Basic (Rs.) | (1.20) | 0.11 | (2.27) | 0.70 | (3.13) |
| - Diluted (Rs.) | (1.20) | 0.11 | (2.27) | 0.68 | (3.13) |
| 17 Debt equity ratio | | | | | |
| 18 Debt service coverage ratio (DSCR) (refer note 10) | | | | | 1.13 |
| 19 Interest Service Coverage Ratio (ISCR) (refer note 10) | | | | | 1.69 |
| 20 Public shareholding | | | | | |
| - Number of shares | 730,455,743 | 511,982,400 | 730,455,743 | 511,982,400 | 512,027,400 |
| - Percentage of shareholding | 46.92% | 34.17% | 46.92% | 34.17% | 34.17% |
| 21 Promoters and Promoter group shareholding | | | | | |
| a) Pledged / Encumbered shares | | | | | |
| - Number of shares | 357,602,711 | - | 357,602,711 | - | 426,240,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 43.28% | - | 43.28% | - | 43.22% |
| - % of shareholding (as a % of total share capital of the Company) | 22.97% | - | 22.97% | - | 28.45% |
| b) Non-encumbered shares | | | | | |
| - Number of shares | 468,665,289 | - | 468,665,289 | - | 560,028,000 |
| - % of shareholding (as a % of total shareholding of promoter and promoter group) | 56.72% | - | 56.72% | - | 56.78% |
| - % of shareholding (as a % of total share capital of the Company) | 30.11% | - | 30.11% | - | 37.38% |

Definition for coverage ratio:
 1. DSCR = [Profit before interest and exceptional items / (Interest expenses + Principal repayments of long term debt during the period)]
 2. ISCR = [Profit before interest and exceptional items / Interest expenses]



SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED SEPTEMBER 30, 2009

(Rs. in crore)

| Particulars | Quarter ended | | Half year ended | | Year ended |
|---|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------|
| | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | September 30, 2009 (Unaudited) | September 30, 2008 (Unaudited) | March 31, 2009 (Audited) |
| Segment Revenue | | | | | |
| a) Wind Turbine Generator | 3,901.71 | 6,115.36 | 7,120.49 | 8,448.64 | 22,969.42 |
| b) Gear Box | 1,032.20 | 1,027.74 | 1,957.01 | 1,938.57 | 3,993.64 |
| c) Foundry & Forging | 10.55 | - | 27.58 | - | 17.18 |
| d) Others | 16.41 | 14.51 | 28.60 | 24.08 | 36.06 |
| Total | 4,960.87 | 7,157.61 | 9,133.68 | 10,411.29 | 27,016.30 |
| Less: Inter segment revenue | 167.53 | 236.71 | 187.66 | 372.59 | 934.60 |
| Income from operations | 4,793.34 | 6,920.90 | 8,946.02 | 10,038.70 | 26,081.70 |
| Segment Results | | | | | |
| Profit / (loss) before Depreciation, Interest, Exceptional Items and Tax | | | | | |
| a) Wind Turbine Generator | 98.24 | 511.08 | 100.85 | 867.50 | 2,260.80 |
| b) Gear Box | 51.50 | 189.78 | 115.39 | 385.91 | 697.71 |
| c) Foundry & Forging | (13.79) | (7.46) | (17.21) | (7.30) | (25.23) |
| d) Others | 11.86 | 16.08 | 23.92 | 23.31 | 35.42 |
| Total | 147.81 | 709.48 | 222.95 | 1,269.42 | 2,968.70 |
| Less: Depreciation | | | | | |
| a) Wind Turbine Generator | 95.30 | 76.69 | 177.83 | 127.59 | 336.20 |
| b) Gear Box | 76.24 | 46.41 | 138.90 | 90.70 | 205.06 |
| c) Foundry & Forging | 14.05 | 0.44 | 27.12 | 0.44 | 17.57 |
| d) Others | 2.45 | 3.36 | 6.77 | 6.74 | 14.31 |
| Profit / (loss) before Interest, Exceptional Items and Tax | | | | | |
| a) Wind Turbine Generator | 2.94 | 434.39 | (76.98) | 739.91 | 1,924.60 |
| b) Gear Box | (24.74) | 143.37 | (23.51) | 295.21 | 492.65 |
| c) Foundry & Forging | (27.84) | (7.90) | (44.33) | (7.74) | (42.80) |
| d) Others | 9.41 | 12.72 | 17.15 | 16.57 | 21.11 |
| Less: Interest | 292.60 | 215.98 | 605.37 | 359.16 | 901.21 |
| Less: Unallocable Expenditure / (Income) - net | 6.32 | (10.06) | 47.78 | (56.81) | (118.93) |
| Profit / (Loss) before Taxes and Exceptional Items | (339.15) | 376.66 | (780.82) | 741.60 | 1,613.28 |
| Exceptional items | 20.26 | 277.80 | 38.51 | 507.61 | 896.29 |
| Profit / (loss) before Tax | (359.41) | 98.86 | (819.33) | 233.99 | 716.99 |
| Capital Employed (Segment assets - Segment liabilities) | | | | | |
| a) Wind Turbine Generator | 16,661.57 | 13,816.00 | 16,661.57 | 13,816.00 | 15,566.62 |
| b) Gear Box | 6,171.35 | 4,695.48 | 6,171.35 | 4,695.48 | 5,554.43 |
| c) Foundry & Forging | 944.63 | 578.25 | 944.63 | 578.25 | 897.56 |
| d) Others | 239.35 | 238.01 | 239.35 | 238.01 | 234.72 |
| Total | 24,016.90 | 19,327.74 | 24,016.90 | 19,327.74 | 22,253.33 |



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 31, 2009. The Statutory Auditors of the Company have carried out a limited review of the above results for the quarter ended September 30, 2009. In case of the unaudited consolidated financial results, results for the corresponding period (quarter ended September 30, 2008) have not been subjected to limited review by the statutory auditors.
- 2 REpower became a subsidiary of the Company with effect from June 6, 2008 and the Company is holding stake of 90.72% as on September 30, 2009. The consolidated financial figures for the half year ended September 30, 2008 and year ended March 31, 2009 inter alia include the financial figures of REpower from June 6, 2008. Accordingly, the consolidated financial results for the half year ended September 30, 2009 are to that extent not comparable with the consolidated financial results of the prior period presented.
- 3a. The Company has treated all Convertible Bonds as monetary liability and accordingly restated the liability based on the exchange rate prevailing as at the end of the respective quarter. Further, the Company has opted to amortise the foreign exchange losses on long-term foreign currency monetary items, in accordance with the notification issued by the Ministry of Corporate Affairs on March 31, 2009.
- 3b. As explained in 3a above, since the Company has opted for amortisation of forex losses, from the quarter ended March 31, 2009, the results for the quarter and half year ended September 30, 2008 do not include the impact of this option and are to that extent not comparable with the results of the current quarter and half year ended September 30, 2009.
- 4 On June 11, 2007 and October 10, 2007, the Company made an issue of USD 300 Million (the "June 2007 Bonds") and USD 200 Million (the "October 2007 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 @ 54.55% of the face value,
 - exchange of new 7.5% bonds for the Old Bonds 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.
- 5 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.
- 6 On July 24, 2009, the Company made a further issue of Zero Coupon Convertible Bonds due 2014 for a total amount of 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.
- 7 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, 2009 is approximately Rs.301.91 crores (Rs.211.63 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, 2009. The Company has securities premium of Rs.3,979.09 crores as at September 30, 2009, which is adequate to cover the cost of proportionate premium, in case the contingency materialises.
- 8 During the quarter ended September 30, 2009, the Company has issued 58,428,343 equity shares of Rs. 2 each. Out of these 16,000 shares have been issued under ESOP, 58,400,000 shares have been issued against Global Depository Receipts and 12,343 shares have been issued by way of conversion of 19,000 Zero Coupon Convertible Bonds.
- 9 Exceptional items referred to above include the following:
 - a. Net gain, resulting from the buy-back and exchange of the Old 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.0.44 crores (Rs.Nil) and Rs.122.27 crores (Rs.Nil) in the consolidated financial results and Rs.9.39 crores (Rs.Nil) and Rs.248.76 crores (Rs.Nil) in the standalone financial results for the quarter and half year ended September 30, 2009.
 - b. Loss arising on account of the amortisation of foreign exchange losses on all convertible bonds in line with the treatment explained in Note 3a above aggregating Rs.20.70 crores (Rs.Nil) and Rs.160.78 crores (Rs.Nil) for the quarter and half year ended September 30, 2009 respectively and Rs.131.35 crores for the year ended March 31, 2009. The losses of Rs.160.78 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. As explained in Note 3b above, the loss of Rs.197.25 crores and Rs.342.75 crores for the quarter and half year ended September 30, 2008 respectively, pertains to regular forex loss on restatement of the Old Bonds.
 - 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. 47.77 crores) and Rs.Nil (Rs. 74.23 crores) for the quarter and half year ended September 30, 2009 respectively and Rs.411.10 crores for the year ended March 31, 2009.
 - d. Mark-to-market losses of Rs.Nil (Rs.32.78 crores) and Rs.Nil (Rs.90.63 crores) for the quarter and half year ended September 30, 2009 respectively and Rs.353.84 crores in the consolidated financial results and Rs. 330.71 crores in the standalone financial results for the year ended March 31, 2009. The same is in respect of foreign exchange forward / option contracts, taken for hedging purposes.
- 10 As the Company has incurred losses during the period there is no coverage of interest and debt service.
- 11 The status of investor complaints received by the Company is as follows: Pending as on July 1, 2009 - Nil; Received during the quarter - 13; Disposed during the quarter - 13; Pending as on September 30, 2009 - Nil.
- 12 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, 2009. Figures in brackets referred to above, pertain to quarter and half year ended as at September 30, 2008.

Place Mumbai
Dated October 31, 2009

For and on behalf of the Board of Directors


Tulsil R. Tanti
Chairman & Managing Director

