

**DANLAW TECHNOLOGIES INDIA LIMITED**  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006**

*Rs. in lakhs*

Sl. No.	Particulars	Quarter ended		Year ended 31-03-2006 (Unaudited)
		30-06-2006 (Unaudited)	30-06-2005 (Unaudited)	
1.	Sales/Income from operations	230.40	170.86	872.72
2.	Other Income	12.67	12.80	56.39
3.	<b>Total Income</b>	<b>243.07</b>	<b>183.66</b>	<b>929.11</b>
4.	a) Direct cost of sales	234.65	110.55	627.30
	b) Business Development Expenses	0.81	0.65	7.24
	c) General & Administrative Expenses	46.08	41.10	182.74
5.	<b>Total Expenditure</b>	<b>281.54</b>	<b>152.30</b>	<b>817.28</b>
6.	Profit/(Loss) before Depreciation, Interest & Tax	(38.47)	31.36	111.83
7.	Depreciation	10.57	12.92	49.51
8.	<b>Profit/(Loss) before tax</b>	<b>(49.04)</b>	<b>18.44</b>	<b>62.32</b>
9.	Provision for Income Tax			
	(a) For current year	(0.63)	0.00	(7.23)
	(b) For earlier year	0.00	0.00	(1.75)
10.	Deferred tax	16.51	(6.20)	(15.30)
11.	<b>Net Profit/(Loss) after tax</b>	<b>(33.16)</b>	<b>12.24</b>	<b>38.04</b>
12.	Paid-up equity share capital	372.03	322.03	372.03
13.	Reserves excluding revaluation reserves			2764.47
14.	Basic and diluted EPS Rs.	(0.89)	0.38	1.09
15.	Aggregate of Non-promoter Shareholding -			
	- Number of shares	1869695	1384508	1869695
	- Percentage of shareholding	50.26%	42.99%	50.26%

**Unaudited Consolidated Financial Results for the quarter ended June 30, 2006**

(in accordance with Accounting Standard 21 issued by the Institute of Chartered Accountants of India)

*Rs. in lakhs*

Sl. No.	Particulars	Quarter ended		Year ended 31-03-2006 (Unaudited)
		30-06-2006 (Unaudited)	30-06-2005 (Unaudited)	
1.	Sales/Income from operations	307.16	239.03	1204.62
2.	Other Income	12.67	12.80	56.39
3.	<b>Total Income</b>	<b>319.83</b>	<b>251.83</b>	<b>1261.01</b>
4.	Total Expenditure	391.80	214.60	1142.10
5.	Profit/(Loss) before Depreciation, Interest & Tax	(71.97)	37.23	118.91
6.	Depreciation	10.57	12.92	49.51
7.	<b>Profit/(Loss) before Tax</b>	<b>(82.54)</b>	<b>24.31</b>	<b>69.40</b>
8.	Provision for Income Tax -			
	(a) For current year	(0.63)	0.00	(7.23)
	(b) For earlier year	0.00	0.00	(1.75)
9.	Deferred tax	22.63	(6.20)	(15.30)
10.	<b>Net Profit/(Loss) after tax</b>	<b>(60.54)</b>	<b>18.11</b>	<b>45.12</b>
11.	Basic and diluted EPS Rs.	(1.63)	0.56	1.30

**NOTES:**

- The above results were taken on record by the Board of Directors at its meeting held on [July 26, 2006](#).
- Previous year and corresponding quarter figures, wherever necessary, have been regrouped and recast to confirm with those of the current quarter.
- The other income includes return on investments.
- R&D expenses of [Rs.24.55](#) lakhs has been taken as deferred revenue expenditure during the quarter.
- There are no reportable business segments in the Company.
- The Board of Directors allotted 500000 equity shares and 500000 convertible warrants on September 21, 2005 through preferential issue. The warrants are convertible within a period of 18 months.
- The Consolidated financial results represent those of Danlaw Technologies India Limited and its wholly owned subsidiary, Danlaw Technologies Inc., USA
- No investor complaints were received during the quarter. Also, there were no complaints pending, both at the beginning and at the end of the quarter.

By the Order of the Board  
for **DANLAW TECHNOLOGIES INDIA LIMITED**

Place: **HYDERABAD**

Date : **26-07-2006**

**RAJU S DANDU**  
Chairman & Managing Director

