



DANLAW TECHNOLOGIES INDIA LIMITED

43, Sagar Society, Road No.2, Banjara Hills, Hyderabad-500 034.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2006

Rs. in lakhs

Sl. No.	Particulars	Quarter ended		Nine months ended		Year ended
		31-12-2006 (Unaudited)	31-12-2005 (Unaudited)	31-12-2006 (Unaudited)	31-12-2005 (Unaudited)	31-03-2006 (Audited)
1.	Sales/Income from operations	226.03	198.16	662.38	553.49	873.22
2.	Other Income	14.09	15.35	39.83	42.46	56.39
3.	Total Income	240.12	213.51	702.21	595.95	929.61
4.	Direct cost of sales	160.29	121.54	521.29	333.12	585.42
5.	Gross Profit	79.83	91.97	180.92	262.83	344.19
6.	Selling, General & Administrative Expenses	55.80	60.38	171.14	170.71	232.20
7.	Profit/(Loss) before Depreciation, Interest & Tax	24.03	31.59	9.78	92.12	111.99
8.	Depreciation	9.61	12.49	30.13	38.35	49.51
9.	Profit/(Loss) before tax	14.42	19.10	(20.35)	53.77	62.48
10.	Provision for Income Tax					
	(a) For current year	(0.64)	(0.57)	(1.64)	(1.47)	(7.25)
	(b) For earlier year	-	-	-	-	(1.75)
11.	Deferred tax	(4.47)	(6.08)	11.29	(17.66)	(22.55)
12.	Net Profit/(Loss) after tax	9.31	12.45	(10.70)	34.64	30.93
11.	Less: Extraordinary items	1.14	-	1.14	-	-
12.	Net Profit/(Loss)	8.17	12.45	(11.84)	34.64	30.93
13.	Paid-up equity share capital	372.03	372.03	372.03	372.03	372.03
14.	Reserves excluding revaluation reserves					2764.47
15.	Basic and diluted EPS Rs.	0.22	0.33	(0.32)	1.02	0.89
16.	Aggregate of Non-promoter Shareholding -					
	- Number of shares	1906195	1884508	1906195	1884508	1869695
	- Percentage of shareholding	51.24%	50.66%	51.24%	50.66%	50.26%

Unaudited Consolidated Financial Results for the quarter ended December 31, 2006

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

Rs. in lakhs

Sl. No.	Particulars	Quarter ended		Nine months ended		Year ended
		31-12-2006 (Unaudited)	31-12-2005 (Unaudited)	31-12-2006 (Unaudited)	31-12-2005 (Unaudited)	31-03-2006 (Audited)
1.	Sales/Income from operations	327.97	278.28	962.29	776.51	1205.81
2.	Other Income	14.09	15.35	39.83	42.46	56.39
3.	Total Income	342.06	293.63	1002.12	818.97	1262.20
4.	Direct cost of sales	231.02	157.57	738.05	437.58	753.01
5.	Gross Profit	111.04	136.06	264.07	381.39	509.19
6.	Selling, General & Administrative Expenses	95.60	103.95	308.33	282.45	392.92
7.	Profit/(Loss) before Depreciation, Interest & Tax	15.44	32.11	(44.26)	98.94	116.27
8.	Depreciation	9.61	12.49	30.13	38.35	50.06
9.	Profit/(Loss) before tax	5.83	19.62	(74.39)	60.59	66.21
10.	Provision for Income Tax					
	(a) For current year	(0.64)	(0.57)	(1.64)	(1.47)	(7.25)
	(b) For earlier year	-	-	-	-	(1.75)
11.	Deferred tax	(1.55)	(6.08)	20.33	(17.66)	(22.55)
12.	Net Profit/(Loss) after tax	3.64	12.97	(55.70)	41.46	34.66
	Less: Extraordinary items written off	1.14	-	1.14	-	-
	Net Profit/(Loss)	2.50	12.97	(56.84)	41.46	34.66
13.	Basic and diluted EPS Rs.	0.07	0.35	(1.53)	1.22	0.99

NOTES:

- The above results were taken on record by the Board of Directors at its meeting held on [January 25, 2007](#).
- 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.19.76](#) 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
- There were no pending complaints at the beginning of the quarter. One complaint received during the last week of the quarter is carried forward to the next quarter. However, the same is resolved on date.

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

Place: **HYDERABAD**
Date : **25-01-2007**

RAJU S DANDU
Chairman & Managing Director