



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

DANLAW TECHNOLOGIES INDIA LIMITED

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND PERIOD ENDED MARCH 31, 2009

Rs. in lakhs

| | Particulars | 3 months ended | Corresponding 3 months ended in the previous year | Year to date figures for current period ended | Previous accounting year ended | |
|----|-------------|---|---|---|--------------------------------|----------------|
| | | 31-03-2009 (Audited) | 31-03-2008 (Unaudited) | 31-03-2009 (Audited) | 31-03-2008 (Audited) | |
| 1. | a | Net Sales/Income from Operations | 146.14 | 193.82 | 586.58 | 766.57 |
| | b | Other Operating Income | 0.00 | 0.00 | 0 | 0.00 |
| | | Total Income | 146.14 | 193.82 | 586.58 | 766.57 |
| 2. | | Expenditure | | | | |
| | a | (Increase)/decrease in stock in trade and work in progress | 33.44 | (56.66) | 84.12 | (42.96) |
| | b | Consumption of raw materials | 13.45 | 23.15 | 30.13 | 52.52 |
| | c | Purchase of traded goods | 45.52 | 79.41 | 119.47 | 208.95 |
| | d | Employees cost | 88.40 | 90.94 | 363.26 | 366.09 |
| | e | Depreciation | 4.95 | 6.68 | 24.58 | 32.70 |
| | f | Other expenditure | 61.75 | 55.60 | 192.52 | 196.71 |
| | g | Total | 247.51 | 199.12 | 814.08 | 814.01 |
| 3 | | Profit from Operations before Other Income, Interest & Exceptional items | (101.37) | (5.30) | (227.50) | (47.44) |
| 4 | | Other Income | 15.83 | 14.49 | 65.56 | 55.97 |
| 5 | | Profit before Interest & Exceptional items | (85.54) | 9.19 | (161.94) | 8.53 |
| 6 | | Interest | 3.51 | 0.21 | 9.34 | 5.80 |
| 7 | | Profit after interest but before Exceptional items | (89.05) | 8.98 | (171.28) | 2.73 |
| 8 | | Exceptional items | 1044.75 | 0.00 | 1044.75 | 0.00 |
| 9 | | Profit/(Loss) from Ordinary Activities before tax | (1133.80) | 8.98 | (1216.03) | 2.73 |
| 10 | | Tax expense | (216.38) | 4.07 | (235.77) | 16.07 |
| 11 | | Net Profit/(Loss) from Ordinary Activities | (917.42) | 4.91 | (980.26) | (13.34) |
| 12 | | Extraordinary items | 0.39 | 0.00 | 20.62 | 0.00 |
| 13 | | Net Profit/(Loss) for the period | (917.81) | 4.91 | (1000.88) | (13.34) |
| 14 | | Paid-up equity share capital | 372.03 | 372.03 | 372.03 | 372.03 |
| | | Face Value of the Share Rs. | 10.00 | 10.00 | 10.00 | 10.00 |
| 15 | | Reserves excluding revaluation reserves | 2782.06 | 2782.06 | 1781.18 | 2782.06 |
| 16 | | Earnings Per Share (EPS) | | | | |
| | a | Basic and diluted EPS before Extraordinary items | (24.66) | 0.13 | (26.35) | (0.36) |
| | b | Basic and diluted EPS after Extraordinary items | (24.67) | 0.13 | (26.90) | (0.36) |
| 17 | | Public Shareholding - | | | | |
| | | - Number of shares | 1906195 | 1906195 | 1906195 | 1906195 |
| | | - Percentage of shareholding | 51.24% | 51.24% | 51.24% | 51.24% |

Audited Consolidated Financial Results for the quarter nd period ended March 31, 2009

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

Rs. in lakhs

| | | | | | | |
|----|---|---|------------------|----------------|------------------|----------------|
| 1. | a | Net Sales/Income from Operations | 185.44 | 234.80 | 703.94 | 918.97 |
| | b | Other Operating Income | 0.00 | 0.00 | 0.00 | 0.00 |
| | | Total Income | 185.44 | 234.80 | 703.94 | 918.97 |
| 2. | | Expenditure | | | | |
| | a | (Increase)/decrease in stock in trade and work in progress | 33.44 | (56.66) | 84.12 | (42.96) |
| | b | Consumption of raw materials | 13.45 | 23.15 | 30.13 | 52.52 |
| | c | Purchase of traded goods | 45.52 | 79.41 | 124.87 | 213.35 |
| | d | Employees cost | 111.87 | 125.31 | 445.89 | 468.63 |
| | e | Depreciation | 5.63 | 6.94 | 26.36 | 34.02 |
| | f | Other expenditure | 79.67 | 73.37 | 243.92 | 281.75 |
| | g | Total | 289.58 | 251.52 | 955.29 | 1007.31 |
| 3 | | Profit from Operations before Other Income, Interest & Exceptional items | (104.14) | (16.72) | (251.35) | (88.34) |
| 4 | | Other Income | 15.83 | 14.49 | 65.56 | 55.97 |
| 5 | | Profit before Interest & Exceptional items | (88.31) | (2.23) | (185.79) | (32.37) |
| 6 | | Interest | 3.51 | 0.21 | 9.34 | 5.81 |
| 7 | | Profit after interest but before Exceptional items | (91.82) | (2.44) | (195.13) | (38.18) |
| 8 | | Exceptional items | 1153.29 | 0.00 | 1153.29 | 0.00 |
| 9 | | Profit/(Loss) from Ordinary Activities before tax | (1245.11) | (2.44) | (1348.42) | (38.18) |
| 10 | | Tax expense | (261.93) | 2.36 | (284.49) | 2.50 |
| 11 | | Net Profit/(Loss) from Ordinary Activities | (983.18) | (4.80) | (1063.93) | (40.68) |
| 12 | | Extraordinary items | 0.39 | 0.00 | 20.62 | 0.00 |
| 13 | | Net Profit/(Loss) for the period | (983.57) | (4.80) | (1084.55) | (40.68) |
| 14 | | Earnings Per Share (EPS) | | | | |
| | a | Basic and diluted EPS before Extraordinary items | (26.43) | (0.13) | (28.60) | (1.09) |
| | b | Basic and diluted EPS after Extraordinary items | (26.44) | (0.13) | (29.15) | (1.09) |

NOTES:

- The above results were taken on record by the Board of Directors at its meeting held on **May 29, 2009**.
- 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 interest on bank deposits.
- Exceptional items represents the R&D and Product development costs earlier treated as deferred revenue expense is written off as the Products were abandoned.
- Etraordinary items represents the loss on sale / disposal of Assets.
- There are no reportable business segments in the Company.
- The Consolidated financial results represent those of Danlaw Technologies India Limited and its wholly owned subsidiary, Danlaw Technologies Inc., USA
- There were no investor complaints pending at the beginning of the quarter and no complaints were received during the quarter.

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

Place: **HYDERABAD**
Date : **29-05-2009**

RAJU S DANDU
Chairman & Managing Director