



KEI INDUSTRIES LIMITED

D-90 OKHLA INDUSTRIAL AREA PHASE I NEW DELHI-110 020
Phone: 91-11-26818840/26818642 Fax: 91-11-26811959/26817225 Web: www.kei-ind.com

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2008

Particulars	(Rs. in Lakhs)				
	Unaudited Results for Quarter ended on 30-09-2008	Unaudited Results for Quarter ended on 30-09-2007	Unaudited Results for Half year ended on 30-09-2008	Unaudited Results for Half year ended on 30-09-2007	Audited Year ended on 31-03-2008
1. a) Gross Sales	28722.38	22453.36	53521.05	43010.15	98064.84
Less: Excise Duty	2692.63	2627.92	4906.07	4777.41	10702.28
Net Sales	26029.75	19825.44	48614.98	38232.74	87362.56
b) Jobwork	10.14	13.69	27.20	38.29	63.25
c) Income from Turnkey Projects	26.16	-----	120.73	-----	43.29
d) Other Operating Income	202.97	(6.72)	336.32	337.00	424.70
e) Total Income	26269.02	19832.41	49099.23	38608.03	87893.80
2.Total Expenditure					
a) (Increase)/Decrease in stock in trade & WIP	(178.86)	(1908.16)	(3159.55)	(4180.49)	(4750.49)
b) Consumption of raw materials/Project Materials	20773.34	16663.26	41336.90	32947.22	70453.91
c) Purchase of Traded goods	-----	-----	7.92	-----	14.70
d) Employees cost	587.45	348.18	1091.13	657.58	1886.45
e) Depreciation	279.77	184.54	558.77	376.04	811.92
f) Other Expenditure	3021.17	1946.59	5442.82	3636.31	8939.87
g)Total Expenditure	24482.87	17234.41	45277.99	33436.66	77356.36
3. Profit from Operations before Other Income, Interest & Exceptional Items(1-2)	1786.15	2598.00	3821.24	5171.37	10537.44
4. Other Income	0.43	1.61	0.45	1.69	1.69
5. Profit before Interest & Exceptional Items (3+4)	1786.58	2599.61	3821.69	5173.06	10539.13
6. Interest & Finance Charges	1348.74	973.85	2350.72	1829.20	3690.86
7. Profit after Interest but before Exceptional Items (5-6)	437.84	1625.76	1470.97	3343.86	6848.27
8. Exceptional Items	(272.51)	-----	(292.77)	-----	(367.38)
9. Profit (+) Loss (-) from Ordinary activities Before Tax (7+8)	165.33	1625.76	1178.20	3343.86	6480.89
10. Tax Expenses	(22.79)	465.00	284.21	990.00	2129.15
11.Net Profit(+) Loss (-) from Ordinary activities After Tax (9-10)	188.12	1160.76	893.99	2353.86	4351.74
12.Extraordinary items (net of tax expenses)	-----	-----	-----	-----	-----
13. Net Profit (+) /Loss (-) for the period	188.12	1160.76	893.99	2353.86	4351.74
14.Paid -Up Equity Share Capital (Face Value of Rs. 2/- each)	1218.75	1181.99	1218.75	1181.99	1216.17
15. Reserves excluding Revaluation Reserves	-----	-----	-----	-----	19491.27
16. Earning Per Share (Rs)					
a) Basic	0.31	1.96	1.47	3.98	7.33
b) Diluted	0.24	1.46	1.13	2.96	5.58
17. Public Shareholding					
- Number of Shares	39088472	38045191	39088472	38045191	39639018
- Percentage of Shareholding	64.15%	64.38%	64.15%	64.38%	65.19%

Segment -wise Revenue,Results and Capital Employed

1. Segment Revenue (net sales/ income from)					
a) Segment - Cables	23991.34	17521.20	44223.38	33068.43	77169.04
b) Segment - Stainless Steel Wire	2251.52	2218.30	4752.10	5079.97	10289.04
c) Segment - Others	26.16	-----	129.84	-----	43.41
d) Unallocated Segment	0.43	94.52	(5.64)	461.32	394.00
Total	26269.45	19834.02	49099.68	38609.72	87895.49
Less: Inter segment revenue	-----	-----	-----	-----	-----
Net Sales / income from operations	26269.45	19834.02	49099.68	38609.72	87895.49
2. Segment Results (Profit) (+)/ Loss (-) before tax and interest from segment					
a) Segment - Cables	2408.93	2883.42	4815.48	5148.36	12019.07
b) Segment - Stainless Steel Wire	15.10	(18.13)	210.10	227.87	276.60
c) Segment - Others	(8.97)	-----	(6.50)	-----	2.51
Total	2415.06	2865.29	5019.08	5376.23	12298.18
Less: I) Interest	1348.74	973.85	2350.72	1829.20	3690.86
II) Other un- allocable expenditure net off un- allocable income	900.99	265.68	1490.16	203.17	2126.43
Total Profit Before Tax	165.33	1625.76	1178.20	3343.86	6480.89
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Segment - Cables	55420.93	49622.43	55420.93	49622.43	47003.54
b) Segment- Stainless Steel Wire	2773.14	4674.02	2773.14	4674.02	3968.34
c) Segment - Others	156.65	-----	156.65	-----	41.08
d) Unallocated Segment	(16235.06)	(17449.25)	(16235.06)	(17449.25)	(13478.94)
Total	42115.66	36847.20	42115.66	36847.20	37534.02

Notes;

- The above results reviewed by the Audit Committee have been approved and taken on record by the Board of Directors at their meeting held on 31st October, 2008.
- The above results have been reviewed by the Statutory Auditors of the Company pursuant to Clause 41 of the listing agreement.
- Out of the funds raised through Foreign Currency Convertible Bonds (FCCB) the unutilized balance of Rs.356.13 Lacs will be utilized in the subsequent periods.
- Employee cost for the quarter includes Rs. 41.02 Lacs (Rs. 123.05 for Half year) on account of amortisation of deferred employee compensation in accordance with SEBI (ESOS & ESPS) Guidelines.
- Pursuant to AS-11 on " The Effect of Change in Foreign Exchange Rates", there is a notional loss for the quarter ended due to exchange rate difference in the foreign currency convertible bonds which has not been recognised in the above results and would be recognised at the end of the accounting year. Till last year this was being accounted on quarterly basis. Had the company accounted this loss on quarterly basis the profit would have been lowered by Rs 1322.32 Lac for this quarter (Rs. 2265.91 Lac for Half year).
- The Share Allotment Committee of the Board at its meeting held on September 22, 2008, allotted 1,29,100 equity shares to eligible employees/ Directors upon exercise of Options under KEI ESOS 2006.
- The number of investor complaints pending at the beginning of the quarter were NIL. During this quarter 1 complaint was received and resolved.The balance NIL pending at the end of the quarter.
- Tax Expense includes provision for the Current Tax, Deferred tax , Fringe benefit tax and Taxation for earlier years.
- Exceptional items Rs.272.51 Lacs provided as provision for mark to market loss during the current quarter (Rs 292.77 Lacs during Half year) on foreign currency derivative instruments outstanding as on September 30, 2008 entered into for hedging currency and interest rate related risks.
- The figures of the previous quarter / year have been re-grouped / re-classified to confirm to current quarter / year's classification.

For KEI INDUSTRIES LIMITED

Place : New Delhi
Date : 31st October, 2008

Sd/-
(ANIL GUPTA)
Chairman-cum-Managing Director