

**KEI INDUSTRIES LIMITED**

D-90 OKHLA INDUSTRIAL AREA PHASE I NEW DELHI-110 020

Phone : 91-11-26818840/26818642 Fax: 91-11-26811959/26817224 Web: www.kei-ind.com

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31 ST DECEMBER, 2006**

Rs. in LAKHS

Particulars	Unaudited Results for				Audited
	Quarter	Quarter	Nine Months	Nine Months	Year
	ended on	ended on	ended on	ended on	ended on
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	31.03.2006
	1. Sales	18140.79	8819.15	44814.32	23592.48
Less: Excise Duty	2094.86	1084.24	5162.00	2869.46	4118.50
<b>Net Sales</b>	<b>16045.93</b>	<b>7734.91</b>	<b>39652.32</b>	<b>20723.02</b>	<b>30016.46</b>
2. Other Income					
-Job work charges Received	3.04	37.20	16.79	100.30	110.02
-Misc Income	0.00	125.62	3.44	126.55	93.61
3. Total Expenditure a) Increase/Decrease in stock in trade -656.75 -290.11 -883.40 231.95 -676.73					
a) Increase/Decrease in stock in trade	-3165.08	-912.44	-7626.93	-1795.84	-3708.68
b) Consumption of raw materials	14670.80	6206.42	35586.52	16160.50	24015.47
c) Staff cost	247.99	184.97	758.76	523.30	808.27
d) Excise Duty on stock (Net)	303.81	137.86	375.75	142.91	186.63
e) Other Expenditure	1538.11	1036.17	4386.97	2892.83	4338.64
4. Interest	700.36	207.22	1621.72	643.32	945.95
5. Depreciation	159.55	63.53	447.74	179.10	269.04
<b>6. Profit Before Tax (1+2-3-4-5)</b>	<b>1593.43</b>	<b>974.00</b>	<b>4122.02</b>	<b>2203.75</b>	<b>3364.77</b>
7. Provision for Taxation	406.00	176.78	1046.00	356.78	491.20
8. Provision for Deferred Taxation	75.00	40.00	180.00	60.00	238.02
9. Provision for Fringe Benefit Tax	7.50	6.75	14.50	14.30	19.70
10. Taxation for Earlier Years	2.21	-----	2.21	-----	15.19
<b>11. Net Profit (6-7-8-9-10)</b>	<b>1102.72</b>	<b>750.47</b>	<b>2879.31</b>	<b>1772.67</b>	<b>2600.66</b>
12. Paid -Up Equity Share Capital	1009.39	1009.39	1009.39	1009.39	1009.39
(Face Value of Rs. 2/- each)					
13. Reserves excluding Revaluation Reserves	-----	-----	-----	-----	8515.20
14. EPS (NOT ANNUALISED)(Rs)					
Basic (Face value of Rs. 2/- per share)	2.18	1.49	5.70	3.51	5.72

Diluted (Face value of Rs. 2/- per share)	1.87	1.27	4.88	3.01	4.82
15 Aggregate of (public) / Non -Promoter Shareholding					
Number of Shares	(29485395)	5897079*	(29485395)	5897079*	5897179*
Percentage of Shareholding	58.42%	58.42%	58.42%	57.43%	58.42%
Note : * Face value of Rs 10/- per share					
Segment -wise Revenue, Results and Capital Employed					
<b>1. Segment Revenue ( net sales/ income from )</b>					
a) Segment - Cables	15714.10	7760.34	38858.86	20617.08	29884.05
b) Segment - Stainless Steel Wire	2429.73	1096.01	5972.25	3075.70	4368.94
c) Other Segment	0.00	125.62	3.44	126.55	84.30
<b>Total</b>	<b>18143.83</b>	<b>8981.97</b>	<b>44834.55</b>	<b>23819.33</b>	<b>34337.29</b>
Less: Inter segment revenue					
<b>Net Sales / income from operations</b>	<b>18143.83</b>	<b>8981.97</b>	<b>44834.55</b>	<b>23819.33</b>	<b>34337.29</b>
<b>2. Segment Results (Profit) (+)/ Loss (- )</b>					
before tax and interest from segment					
a) Segment - Cables	2340.19	1206.46	5967.56	3191.14	4963.12
b) Segment - Stainless Steel Wire	207.85	5.70	536.21	55.07	118.38
c) Other Segment	0.00	125.62	3.44	126.55	84.30
<b>Total</b>	<b>2548.04</b>	<b>1337.78</b>	<b>6507.21</b>	<b>3372.76</b>	<b>5165.80</b>
Less: I) Interest	700.36	207.22	1621.72	643.32	945.95
II) Other un- allocable expenditure	254.25	156.56	763.47	525.69	855.08
net off un- allocable income					
<b>Total Profit Before Tax</b>	<b>1593.43</b>	<b>974.00</b>	<b>4122.02</b>	<b>2203.75</b>	<b>3364.77</b>
<b>3. Capital Employed</b>					
( Segment Assets - Segment Liabilities )					
a) Segment - Cables	26482.89	14637.26	26482.89	14637.26	15231.66
b) Segment- Stainless Steel Wire	2717.03	2115.83	2717.03	2115.83	1735.28
c) Other Segment	5806.20	-3678.40	5806.20	-3678.40	-3168.24
<b>Total</b>	<b>35006.12</b>	<b>13074.69</b>	<b>35006.12</b>	<b>13074.69</b>	<b>13798.70</b>
Notes: 1. The above results reviewed by the Audit Committee have been taken on record by the Board of Directors at their meeting held on 24th January, 2007.					
2. The Limited Review of the financial results of the Company for the Quarter and Nine months ended 31st December, 2006 has been completed by Statutory Auditors of the Company.					
3. The Company has allotted USD 36 Million 1% Foreign Currency Convertible Bonds (FCCBs) having maturity period of 5 years and 1 day (due 2011) on November 29, 2006. The Bonds are listed at Luxembourg Stock Exchange. Out of fund raised above Rs.1290.77 lacs has been utilized and the balance Rs. 14783.23 lacs will be utilized in the subsequent quarters.					

4. Pursuant to Special Resolution passed by the shareholders for subdivision of face value of equity shares of Rs.10/- into five equity shares of Rs.2/- each, the Company fixed December 29, 2006 as the record date for the purpose of sub-division. Further, NSDL & CDSL performed the corporate action and given credit of sub-divided shares to the shareholders holding shares in demat form. Share Certificates to shareholders holding shares in Physical form are under dispatch.

5. The Board of Directors of the Company at its meeting held on January 10, 2007 has issued and allotted 85,00,000 equity shares of Rs.2/- each (post-split) at a premium of Rs.25.60 (post-split) upon conversion of Zero Coupon Convertible Warrants in accordance with SEBI (DIP) Guidelines on Preferential Issue, to bodies corporate other than Directors / Promoters. Post allotment the equity share capital of the Company is Rs.117, 939,430 (Rupees Eleven Crores Seventy Nine Lacs Thirty Nine Thousands Four Hundred and Thirty) only.

6. The implementation of the New Project at Chopanki, Dist. Alwar (Rajasthan), with approx. cost of Rs35 Crores, is progressing as per schedule and expected to be commissioned by June 2007.

7. The number of investor complaints pending at the beginning of the quarter were NIL. During the quarter 4 complaints were received and resolved. The balance NIL pending at the end of the quarter.

\*\*8. The Public Shareholding has been calculated as per amended clause 35 of the Listing Agreement.

9. Figures have been regrouped / rearranged to make them comparable with the current period figures.

Place : New Delhi Date : 24th January,2007	For KEI INDUSTRIES LIMITED  Sd/-  ANIL GUPTA Chairman cum Managing Director
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