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The Turnover and Net Profit have gone up impressively by 82% and 81% respectively for the quarter ended March 31, 2006 over corresponding period of previous year.

For the year ending, the Company has achieved Turnover of Rs. 442.48 Cr and Net Profit of Rs 27.88 Cr as against the Turnover of Rs 277.72 Cr and Net Profit of Rs. 10.04 Cr during the corresponding period of previous year, representing remarkable growth in Turnover of 59% and in Net Profit of 178%.

The Board of Directors at its meeting held on June 28, 2006 recommended dividend of Rs. 5 per Equity share. (50%)

The Board of Directors has also approved subdivision of Equity share of Rs. 10/- each into Equity share of Rs. 2 each subject to approval of members in the next Annual General Meeting as well as holders of Foreign Currency Convertible Bond.

While the Gear division of the Company is maintaining a steady growth, the MHE division has grown near to thrice in size.

The Company is having an unexecuted order book of about Rs. 626 Cr. as on end of May' 06.

The Company has on hand major orders from BHEL A/c DVC Mejia, Tecpro System (P) Ltd. A/c Reliance Energy and Torrent Power, Ahmedabd aggregating to Rs. 143.98 Cr. apart from other orders received.

The Company has signed the documents for issue of Foreign Currency Convertible Bonds (FCCB) of US\$ 18 mn. comprising of two tranches of US\$ 9 mn. each. Out of which, the Company has issued 9,000 0.5% FCCB of US\$ 1,000 each aggregating to US\$ 9 mn. @ 1% Premium on 20th December 2005. These bonds are convertible into equity shares of Rs. 10/- each fully paid, at the conversion price of Rs. 750/- per share, subject to the terms of issue, with a fixed rate of exchange of Rs. 45.28 equal to US\$ 1.00. Pursuant to the notices of conversion received till now, bonds equivalent to US\$ 8 mn. have been converted into 4,82,984 no. of equity share of Rs. 10/- each fully paid. This has resulted into share premium of Rs. 35.74 Cr.

Current Market Capitalisation of the Company is around Rs. 617 Cr.

Date: 28-06-2006