

Kinetic Engineering Limited

Regd.Off. : D-1 Block, Plot No.18/2, Chinchwad, Pune - 411019

**UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th June 2006**

Sr No	Particulars	(Rs. in Lakhs)				
		Quarter ended 30th June		Nine months ended 30th June		18 Months ended 30th September 2005 (Audited)
		2006	2005	2006	2005	
01.	Sales / Income from operations					
	Gross	2264	2865	8980	10149	22309
	Less : Excise Duty	245	270	901	1105	2500
	Net	2019	2595	8079	9044	19809
02.	Profit on Sale of Assets	3	-	197	1446	1490
03.	Profit on Sale of Investment	251	-	251	-	-
04.	Other Income	71	40	121	98	490
05.	Total Expenditure					
	a) (Increase)/Decrease in stock in trade	361	394	737	232	1809
	b) Consumption of raw materials	1274	1883	5860	6002	12322
	c) Staff cost	606	607	1885	1821	3583
	d) Other expenditure	700	638	2214	2394	4574
06.	Interest	294	249	844	794	2014
07.	Depreciation / Amortisation	292	310	849	919	1901
08.	Profit / (Loss) before extraordinary item	(1183)	(1446)	(3741)	(1574)	(4414)
09.	Voluntary Retirement Scheme Expenses (extra ordinary item)	(120)	-	(320)	-	-
10.	Diminution in value of Investment (extra ordinary item)	-	-	-	(961)	(1774)
11.	Profit / (Loss) before tax	(1303)	(1446)	(4061)	(2535)	(6188)
12.	(Provision) / Credit for taxation	-	-	-	-	709
13.	Provision for Fringe Benefit Tax	8	10	25	10	17
14.	Net Profit / (Loss)	(1311)	(1456)	(4086)	(2545)	(5496)
15.	Paid-up Equity share capital (Face value of Rs. 10 per share)	506	406	506	406	406
16.	Reserves excluding revaluation reserves					609

17. Basic / Diluted EPS for the period (Rs.) (25.91) (35.82) (84.81) (62.63) (135.25)
(Weighted average)

18. Aggregate of Public shareholding

Number of shares	2973846	1996692	2973846	1996692	2053010
Percentage of shareholding	58.78	49.14	58.78	49.14	50.52

Notes :

1. The above results have been reviewed by the Auditors and taken on record by the Board of Directors of the Company at their meeting held on 29th July, 2006.
2. During the quarter ended 30th June 2006, Company has extended Voluntary Retirement Scheme Period for its employees at Ahmednagar plant. Additional 113 employees have opted for the Scheme in the above period. Company has made payments to them as per the scheme and the total liability thereon is being written off over a period of 3 years.
3. In view of Revised AS-15 "Employee Benefits" applicable with effect from 1st April 2006, the Company has changed its accounting policy in respect of Leave Encashment and has recognised the accrued liability thereon of Rs.62 Lacs in the above period.
4. During the quarter ended 30th June, 2006 the Company has received 1 investor complaint which has been duly attended to. No investor complaint is lying unresolved as at 30th June, 2006.

For KINETIC ENGINEERING LIMITED

Pune
29th July, 2006

A. H. FIRODIA
Chairman