

## SREI INFRASTRUCTURE FINANCE LTD.

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: [www.srei.com](http://www.srei.com), Email for Investors: [investor.relations@srei.com](mailto:investor.relations@srei.com)  
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31<sup>ST</sup> DECEMBER, 2007**

(Rupees in Lacs)

Particulars	Quarter ended		Nine Months ended		Accounting Year ended
	31-Dec-07 (Reviewed)	31-Dec-06 (Reviewed)	31-Dec-07 (Reviewed)	31-Dec-06 (Reviewed)	31-Mar-07 (Audited)
<b>Income</b>					
From Operating Activities	17356	9349	44417	27455	39799
Other Income	204	44	381	81	208
<b>Total Income</b>	<b>17560</b>	<b>9393</b>	<b>44798</b>	<b>27536</b>	<b>40007</b>
Expenditure					
- Employees Cost	1169	490	2357	1510	2233
- Depreciation	1247	766	3611	2104	3324
- Operating & Other Expenses	1135	796	2931	2087	3288
- Bad Debts/Stock for Trade written off	347	-	347	-	251
- Provisions for Bad Debts	702	-	1371	-	778
<b>- Total</b>	<b>4600</b>	<b>2052</b>	<b>10617</b>	<b>5701</b>	<b>9874</b>
Financial Expenses	9922	5342	25357	15433	21554
<b>Profit Before Tax</b>	<b>3038</b>	<b>1999</b>	<b>8824</b>	<b>6402</b>	<b>8579</b>
Tax expenses					
- Current Tax	198	207	697	587	534
- Deferred Tax	-	-	-	1040	-
- Income Tax in respect of earlier years	4	-	4	-	120
<b>Profit After Tax</b>	<b>2836</b>	<b>1792</b>	<b>8123</b>	<b>4775</b>	<b>7925</b>
Paid-up equity share capital (Face Value Rs.10/- each)	10909	10909	10909	10909	10909
Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	36794
Earnings per share (EPS) (Rs.)					
- Basic EPS	2.60*	1.64*	7.46*	4.38*	7.27
- Diluted EPS	2.59*	1.64*	7.42*	4.38*	7.27
Public shareholding					
- Number of Shares	85890561	86514113	85890561	86514113	86910613
- Percentage of Shareholding	78.84	79.41	78.84	79.41	79.78

\* Not annualised

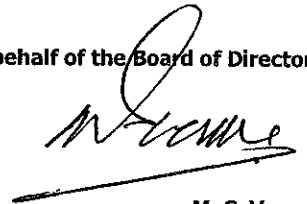
### Notes:

1. The above unaudited financial results were reviewed by the Audit Committee at its meeting held on 30<sup>th</sup> January, 2008 and approved by the Board of Directors at their meeting held on the same date. The Statutory Auditors of the Company have carried out a 'Limited Review' of the said results.
2. The Board of Directors of the Company has on 31st May, 2007 approved the formation of a 50:50 joint venture with BNP Paribas Lease Group (a wholly owned subsidiary of BNP Paribas S.A.). The Scheme of Arrangement under Sections 391 to 394 of the Companies Act, 1956 between the Company and its wholly owned subsidiary SREI Infrastructure Development Finance Private Ltd. (SIDFL) has been approved by the Hon'ble High Court at Calcutta on January 28, 2008.  
  
The Scheme shall become effective on receipt and filing of the certified copies of Order of the Hon'ble High Court at Calcutta with Registrar of Companies, West Bengal, Kolkata.  
  
On the scheme becoming effective, the asset financing business, including shareholding in SREI Insurance Broking Ltd., of a minimum business net worth of Rs.375 crores gets succeeded by SIDFL for a cash consideration of Rs.375 crores.
3. During the quarter, a new Company 'Bengal Integrated Auto Industrial Park Pvt. Ltd.' has been incorporated as a step down subsidiary.
4. The Company has challenged constitutional validity of Fringe Benefits Tax before the Hon'ble High Court at Calcutta and the Hon'ble Court has granted interim stay on levy of such Fringe Benefits Tax on the Company. In view of this, the Company has not provided for any liability against Fringe Benefits Tax.
5. The Company has raised Rs.32,800/- during the quarter ended 31<sup>st</sup> December, 2007 by way of issue of 800 Equity Shares of Rs. 10/- each fully paid-up at a premium of Rs.31/- per share. Consequently, the issued and paid up Share Capital of the Company as on 31<sup>st</sup> December, 2007 stands increased to Rs.108,94,47,980. The shares were issued pursuant to exercise of option at Ninth Determination date (i.e. 24.08.2007) by the holders of detachable tradable warrants issued along with Unsecured Subordinated Bonds on 25th August, 2000. The conversion rights of balance 8,408 warrants holders who have not exercised their option at the last determination date i.e. 24th August, 2007, stands extinguished and the balance 8408 warrants have been cancelled by the Company.
6. In view of sufficient existing provision for Deferred Tax liability as per Accounting Standard 22 issued by The Institute of Chartered Accountants of India, no provision for Deferred Tax liability has been made during the period.
7. The business of the Company falls within a single primary segment viz., 'Asset Finance' and hence the disclosure requirement of Accounting Standard (AS 17) 'Segment Reporting' issued by The Institute of Chartered Accountants of India is not applicable.



8. During the quarter, the Company had issued and allotted 2,50,00,000 warrants of Rs.100/- each to Promoters' Group of the Company. Each warrant is convertible into Equity shares of Rs.10/- each in one or more tranches at a price of Rs.100/- per share (including premium of Rs.90/-) within a period of 18 months from the date of allotment of the warrants. The application money of Rs. 2500 lacs has been fully utilized towards working capital.
9. Information on Investor complaints for the quarter ended 31<sup>st</sup> December, 2007 - (Nos.): Opening Balance - Nil, New - 12, Disposal - 12 and Closing Balance - Nil.
10. Figures pertaining to previous year/periods have been rearranged/regrouped, reclassified and restated, wherever considered necessary, to conform to the classification adopted in the current quarter.

For and on behalf of the Board of Directors



**M. S. Verma**  
Chairman

Place: Kolkata  
Date: 30<sup>th</sup> January, 2008