

Kinetic Engineering Limited

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

**UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 31st Dec, 2005**

Sr No	Particulars	(Rs. in Lakhs)		
		Quarter Ended		18 months ended
		31st Dec	2004	2005
				20th Sept 2005 (Audited)
01.	Sales / Income from operations			
	Gross	3470	3734	22309
	Less : Excise Duty	334	531	2500
	Net	3136	3203	19809
02.	Profit on Sale of Assets	19	1407	1490
03.	Other Income	38	16	490
04.	Total Expenditure			
	a) (Increase)/Decrease in stock in trade	(98)	197	1809
	b) Consumption of raw materials	2596	2084	12322
	c) Staff cost	550	643	3583
	d) Other expenditure	756	850	4574
05.	Interest	263	469	2014
06.	Depreciation / Amortisation	280	292	1901
07.	Profit / (Loss) before extraordinary item	(1154)	91	(4414)
08.	Diminution in value of Investment (extra ordinary item)	-	(406)	(1774)
09.	Profit / (Loss) before tax	(1154)	(315)	(6188)
10.	(Provision) / Credit for taxation	-	-	709
11.	Provision for Fringe Benefit Tax	7	-	17
12.	Net Profit / (Loss)	(1161)	(315)	(5496)
13.	Paid-up Equity share capital (Face value of Rs. 10 per share)	506	406	406
14.	Reserves excluding revaluation reserves			609
15.	Basic / Diluted EPS for the period (Rs.) (Weighted average)	(26.74)	(7.75)	(135.25)
16.	Aggregate of non-promoter shareholding			
	Number of shares	282056119913812053010		
	Percentage of shareholding	55.75	49.01	50.52

Notes

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- 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 30th January, 2006.

2. The Company has allotted following securities on 29th November, 2005 :
 - i) To Reliance Capital Ltd. :
 - a) 7.15 lacs equity share of Rs.10 each at a price of Rs.178 per share amounting to Rs.12.73 Crs.
 - b) 150 lacs redeemable preference shares of Rs.10 each amounting to Rs.15 Crs.
 - c) 6 lacs convertible warrants @ Rs.178 with a right to subscribe to one equity share of Rs.10 each.
 - ii) To Ambit Corporate Finance Pvt Ltd. :
 - a) 50,500 equity shares of Rs.10 each at a price of Rs.178 per share amounting to Rs.90 lacs.
 - b) 1 lac convertible warrants @ Rs.178 with a right to subscribe to one equity share of Rs.10 each.
 - iii) To Micro Age Instruments Pvt Ltd. (MAIPL) - 9 lacs convertible warrants @ Rs.178 with a right to subscribe to one equity share of Rs.10 each. MAIPL has exercised the option in respect of 2.30 lacs warrants, and accordingly on 31st December, 2005 the Company has allotted 2.30 lacs equity shares of Rs. 10 each at a price of Rs. 178 per share amounting to Rs. 4.09 Crs.
3. During the quarter ended 31st December, 2005 the Company has received 1 investor complaint which has been duly attended to. No investor complaint is lying unresolved as at 31st December, 2005.

For KINETIC ENGINEERING LIMITED

Pune
30th January, 2006

A. H. FIRODIA
Chairman