

## **PRESS RELEASE**

### **FINANCIAL RESULTS OF BGR ENERGY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2008**

#### **HIGHLIGHTS**

- **Sales revenue growth by 191 %.**
- **Profit after tax stands Rs.84 Crores registering YoY growth of 223%.**
- **Order booking up by 46 % stands at Rs.3,212 Crores.**

**Chennai, 12<sup>th</sup> June, 2008,** BGR Energy Systems Limited ('BGR Energy'), the Chennai based EPC company, has reported excellent operational and financial results for the year ended 31<sup>st</sup> March, 2008. The company has achieved superior performance during the FY 2007-08. The company made a successful Initial Public Offering in the month of December, 2007 and raised Rs.337 Crores.

The sales and service income registered an year on year growth of 191% which stood at Rs.1,504.85 Crores. The company continued its growth trend in sales as in the past.

#### **ORDER BOOKING**

During the year, the company secured orders for Rs.2,551 Crores which witnessed a growth of 46 % over the previous year.

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The year end order book as of 31<sup>st</sup> March, 2008, has the following mix :

<b>Sl. No.</b>	<b>Description</b>	<b>(Rupees in Crores)</b>	<b>%</b>
A	Power sector - EPC and BOP contracts	2718	85
B	Oil & Gas sector turnkey contracts	321	10
C	Equipment business	173	5
	<b>Total</b>	<b>3212</b>	<b>100</b>

BGR Energy's EBIDTA and PAT have also surged to Rs.155 Crores and Rs.84 Crores respectively which accounts for a growth of 223 %.

The last quarter of the FY 2007 – 08 witnessed a jump in its sales revenue by 51 % at Rs.579 Crores over Q4 of the previous year and also profit after tax which is up by 45 % at Rs.32 Crores.

The Directors recommend a dividend of 20% (Rs.2 per share having face value of Rs.10 each) on the entire equity share capital including the shares which are allotted to the Pre-IPO investors and IPO investors.

### **CURRENT YEAR OUTLOOK**

The company expects that the strong growth in Power and Oil & Gas sector and increasing demand for capital equipment will continue to enable the company to sustain the growth in revenue and profitability during the current year.

The growing opportunities in Power sector and Oil & Gas sector in India and abroad provide impetus for growth. The company is geared up to seize the available market potential and expects to achieve significant growth in Order booking, Sales and Profitability. However, the current macro economic and global scenario like slowing growth, raising input cost, oil price and credit squeeze may pose challenges. The company however geared up to manage the same and continue its growth path. The company's Oil & Gas Equipment division and Air Fin Cooler division has aggressive plans to increase the share on the International business in the equipment business segment.