



DYNAMATIC TECHNOLOGIES LIMITED

Regd. Office: Dynamatic Park Peenya, Bangalore - 560 058, India

Unaudited consolidated financial results of Dynamatic Technologies Limited and its subsidiaries for the Quarter ended 31st December, 2007

(in Rs. Lacs, except per share data)

| Sl. No. | Particulars | Quarter ended 31 st December | | Nine Months ended 31 st December | | Year ended 31 st March (Audited) |
|---------|---|---|---------|---|----------|---|
| | | 2007 | 2006 | 2007 | 2006 | 2007 |
| 1 | Gross Sales | 11096.32 | 7171.26 | 29225.10 | 21170.85 | 29228.92 |
| 2 | Less: Excise Duty | 1581.09 | 1305.92 | 4112.38 | 3713.29 | 5200.03 |
| 3 | Net Sales / Income from operations | 9515.23 | 5865.34 | 25112.72 | 17457.56 | 24028.89 |
| 4 | Other Income | 336.49 | 142.44 | 767.84 | 382.61 | 497.35 |
| 5 | Total Income (3+4) | 9851.72 | 6007.78 | 25880.56 | 17840.17 | 24526.24 |
| 6 | Expenditure: | | | | | |
| a) | (Increase) / Decrease in Stock in Trade and work in progress | - | - | - | - | - |
| b) | Consumption of raw materials | 4787.53 | 3616.84 | 13487.44 | 10737.99 | 14771.71 |
| c) | Purchase of Traded Goods | 1.90 | 1.51 | 10.47 | 4.66 | 6.36 |
| d) | Employee cost | 1703.94 | 560.84 | 4189.05 | 1665.83 | 2193.29 |
| e) | Depreciation | 384.71 | 265.21 | 1059.98 | 772.69 | 995.81 |
| f) | Other Expenditure | 1720.51 | 758.34 | 4330.58 | 2461.90 | 3363.05 |
| g) | Total | 8598.59 | 5200.74 | 23077.52 | 15643.07 | 21330.22 |
| 7 | Interest | 360.57 | 178.36 | 846.69 | 506.31 | 673.08 |
| 8 | Exceptional items | - | - | - | - | - |
| 9 | Profit(+)/ Loss (-) from Ordinary Activities before Tax (3) - (4+5+6) | 892.56 | 628.68 | 1956.35 | 1690.79 | 2522.94 |
| 10 | Tax Expense | 268.00 | 217.35 | 701.86 | 595.87 | 836.66 |
| 11 | Net Profit (+) / Loss (-) from Ordinary Activities after Tax (7-8) | 624.56 | 411.33 | 1254.49 | 1094.92 | 1686.28 |
| 12 | Extraordinary items | - | - | - | - | 193.18 |
| 13 | Net Profit (+) / Loss (-) for the period (9-10) | 624.56 | 411.33 | 1254.49 | 1094.92 | 1493.10 |
| 14 | Paid-up equity share capital (Par value Rs.10/- each, fully paid) | 419.36 | 419.36 | 419.36 | 419.36 | 419.36 |
| 15 | Paid-up equity share capital (Par value Rs.10/- each, fully paid) (Minority interest in subsidiary) | 216.01 | 216.01 | 216.01 | 216.01 | 216.01 |
| 16 | Reserves excluding revaluation reserves | - | - | - | - | 3871.22 |
| 17 | Earnings Per Share (EPS) | | | | | |
| a) | Basic and diluted EPS before Extraordinary items | 13.61 | 8.76 | 26.29 | 22.89 | 34.93 |
| b) | Basic and diluted EPS after Extraordinary items | 13.61 | 8.76 | 26.29 | 22.89 | 31.45 |
| 18 | EBITDA (Item 5-6(g)+6(e)) | 1637.84 | 1072.25 | 3,863.02 | 2989.79 | 4191.83 |

Principles of consolidation: The financial statements are prepared in accordance with principles and procedures for the preparation and presentation of consolidated financial statements as set out in the Accounting Standard on Consolidated Financial Statements prescribed by the ICAI.

The adjustment for deferred tax liability / asset for the current quarter has been made in accordance with the provisions of Accounting Standard 22 "Accounting of Taxes on Income" issued by the Institute of Chartered Accountants of India.

1. NOTE ON DYNAMATIC LIMITED, UNITED KINGDOM

Dynamatic Limited, UK is wholly owned by Dynamatic Technologies Limited through its wholly owned subsidiary, JKM Global PTE Limited, Singapore. It was acquired through a Leveraged Buy Out on June 15, 2007. The company produces integrated hydraulic products and gear pumps and enjoys robust demand from international agricultural equipment OEMs as well as after market. This subsidiary's financial results have been consolidated from this quarter for the first time, as the final purchase price was arrived at and settled after completion of final due diligence in December 2007.

During the quarter ending 31st December 2007, DTLUK achieved sales of GBP 3,568,576 (Rs.2,810.82 lacs), EBITDA GBP 468,671 (Rs 369.12 lacs) and Profit Before Tax GBP 237,022 (Rs 218.51 lacs)

The nine month's results have been arrived at after fully absorbing the initial transition and startup costs of Dynamatic Limited, UK totalling GBP 206,814 (Rs 162.89 lacs)

2. NOTE ON JKM DAERIM AUTOMOTIVE LIMITED

With approvals received from the Hon'ble High Court of Karnataka on 4th January 2008, following earlier approvals received from the Shareholders and Creditors, the decks are clear for the merger of JKM Daerim Automotive Ltd, with Dynamatic Technologies Limited effective 1st April 2007. It is envisaged that operating results of the automotive business will be presented in future quarters as the "JKM Automotive Division". As in the past, this business segment will continue to drive growth at Dynamatic Technologies Limited with 100% of its revenues and earnings being consolidated as against 73% in the past.

JKM Automotive is set to benefit from the large growth in India's automotive sector as well as the Global shift towards more fuel efficient vehicles. In addition, JKM Automotive is a major consumer of Dynamatic's metallurgy segment. The Leveraged Buy Out of Dynamatic Ltd., UK was enabled by leveraging unencumbered assets of JKM Daerim Automotive Ltd., prior to merger.

EPS has been calculated as per applicable Accounting Standard after reckoning for the minority interest in the subsidiary JKM Dae Rim Automotive Limited.

The consolidated results are not subject to Limited Review by the Statutory Auditors.

Previous period's figures are recast wherever necessary.

Segment Reporting

(in Rs. Lacs)

| Sl. No. | Particulars | Quarter ended 31 st December | | Nine Months ended 31 st December | | Year ended 31 st March (Audited) |
|---------|---|---|---------|---|----------|---|
| | | 2007 | 2006 | 2007 | 2006 | 2007 |
| 1 | Segment Revenue | | | | | |
| a) | Hydraulics & Precision Eng.* | 5253.37 | 2058.31 | 12771.65 | 5988.10 | 8662.75 |
| b) | Aluminium Castings | 869.39 | 695.37 | 2329.58 | 2143.94 | 2934.92 |
| c) | Automobile Components | 4549.49 | 3896.69 | 12923.68 | 11705.06 | 15778.47 |
| d) | Research Farm | 10.50 | 10.50 | 31.50 | 31.50 | 42.00 |
| | Total: | 10682.75 | 6660.87 | 28056.41 | 19868.60 | 27418.14 |
| | Less: Inter Segment revenue | 831.03 | 653.09 | 2175.85 | 2028.43 | 2891.90 |
| | Net Sales/ Income from operations | 9851.72 | 6007.78 | 25880.56 | 17840.17 | 24526.24 |
| 2 | Segment Result (Profit+)/ Loss(-) before tax and interest from Segment | | | | | |
| a) | Hydraulics & Precision Eng.* | 777.60 | 407.67 | 1487.49 | 1005.70 | 1330.09 |
| b) | Aluminium Castings | 89.57 | 79.70 | 211.55 | 233.84 | 407.34 |
| c) | Automobile Components | 402.66 | 325.51 | 1129.63 | 973.51 | 1287.36 |
| d) | Research Farm | (16.70) | (5.84) | (25.63) | (15.95) | (21.95) |
| | Total: | 1253.13 | 807.04 | 2803.04 | 2197.10 | 3002.84 |
| | Less: Interest | 360.57 | 178.36 | 846.69 | 506.31 | 673.08 |
| | Profit before tax | 892.56 | 628.68 | 1956.35 | 1690.79 | 2329.76 |
| 3 | Capital Employed (Segment Assets-Segment Liabilities): | | | | | |
| a) | Hydraulics & Precision Eng.* | 8511.25 | 3522.58 | 8511.25 | 3522.58 | 4875.19 |
| b) | Aluminium Castings | 2312.97 | 1088.04 | 2312.97 | 1088.04 | 1427.85 |
| c) | Automobile Components | 5426.01 | 4482.89 | 5426.01 | 4482.89 | 4971.05 |
| d) | Research Farm | 385.69 | 318.65 | 385.69 | 318.65 | 406.66 |
| | Total: | 16635.92 | 9412.16 | 16635.92 | 9412.16 | 11680.75 |

* Includes operations and balance sheet items of Dynamatic Ltd, UK and JKM Global PTE Ltd.

Notes: Segments have been identified in line with the Accounting Standard on Segment Reporting (AS-17). Segment Revenue, Results and Capital Employed figures include the respective amounts identifiable to each of the segments based on Consolidation of Parent and its subsidiaries, JKM Dae Rim Automotive Limited, JKM Global Pte. Limited and JKM Research Farm Limited.

Unaudited financial results of Dynamatic Technologies Limited for the Quarter ended 31st December, 2007

(in Rs. Lacs, except per share data)

| Sl. No. | Particulars | Quarter ended 31 st December, | | Nine Months ended 31 st December, | | Year ended 31 st March, (Audited) |
|---------|---|--|---------|--|---------|--|
| | | 2007 | 2006 | 2007 | 2006 | 2007 |
| 1 | Gross Sales | 3541.46 | 3072.92 | 10411.77 | 9089.81 | 12823.56 |
| 2 | Less: Excise Duty | 487.59 | 414.78 | 1393.08 | 1197.28 | 1679.28 |
| 3 | Net Sales / Income from operations | 3053.87 | 2658.14 | 9018.69 | 7892.53 | 11144.28 |
| 4 | Other Income | 141.23 | 95.54 | 385.86 | 239.51 | 453.39 |
| 5 | Total Income (1+2) | 3195.10 | 2753.68 | 9404.55 | 8132.04 | 11597.67 |
| 6 | Expenditure: | | | | | |
| a) | (Increase) / Decrease in Stock in Trade and work in progress | - | - | - | - | - |
| b) | Consumption of raw materials | 1601.03 | 1400.61 | 4796.16 | 4090.77 | 5846.33 |
| c) | Purchase of Traded Goods | 1.90 | 1.51 | 10.47 | 4.66 | 6.36 |
| d) | Employee cost | 407.74 | 349.50 | 1172.29 | 1020.33 | 1379.11 |
| e) | Depreciation | 113.59 | 102.74 | 356.16 | 302.50 | 412.04 |
| f) | Other Expenditure | 538.73 | 422.45 | 1632.54 | 1505.74 | 2108.77 |
| g) | Total | 2662.99 | 2276.81 | 7967.62 | 6924.00 | 9752.61 |
| 7 | Interest | 140.93 | 103.57 | 388.55 | 303.38 | 385.15 |
| 8 | Exceptional items | - | - | - | - | - |
| 9 | Profit(+)/ Loss (-) from Ordinary Activities before Tax (3)-(4+5+6) | 391.18 | 373.30 | 1048.38 | 904.66 | 1459.91 |
| 10 | Tax Expense | 143.66 | 127.27 | 379.51 | 318.68 | 461.10 |
| 11 | Net Profit (+) / Loss (-) from Ordinary Activities after Tax (7-8) | 247.52 | 246.03 | 668.87 | 585.98 | 998.81 |
| 12 | Extraordinary items | - | - | - | - | - |
| 13 | Net Profit (+) / Loss (-) for the period (9-10) | 247.52 | 246.03 | 668.87 | 585.98 | 998.81 |
| 14 | Paid-up equity share capital (Par value Rs.10/- each, fully paid) | 419.36 | 419.36 | 419.36 | 419.36 | 419.36 |
| 15 | Reserves excluding revaluation reserves | - | - | - | - | 2782.75 |
| 16 | Earnings Per Share (EPS) | | | | | |
| a) | Basic and diluted EPS before Extraordinary items | 5.90 | 5.87 | 15.95 | 13.98 | 23.82 |
| b) | Basic and diluted EPS after Extraordinary items | 5.90 | 5.87 | 15.95 | 13.98 | 23.82 |
| 17 | Public Shareholding | | | | | |
| | Number of Shares | 1799574 | 1797638 | 1799574 | 1797638 | 1799574 |
| | Percentage of Shareholding | 42.91 | 42.87 | 42.91 | 42.87 | 42.91 |
| 18 | EBITDA (Item 5-6(g)+6(e)) | 645.70 | 579.61 | 1793.09 | 1510.54 | 2257.10 |

* Includes income of Rs 16.56 lacs from engineering services.

** Includes income of Rs. 18.00 lacs from engineering services.

*** Includes income of Rs. 36.00 lacs from engineering services.

* Includes income of Rs. 108.66 lacs from engineering services.

NOTES:

The adjustment for deferred tax liability / asset for the current quarter has been made in accordance with the provisions of Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India.

EPS has been calculated as per applicable Accounting Standard.

The above results were reviewed by the Audit Committee and then approved by the Board of Directors at their meeting held on January 22, 2008. Dynamatic Technologies stand alone results will be subject to "Limited Review" by the Auditors of the Company as required by the listing agreement with the stock exchanges.

Previous period's figures are recast wherever necessary.

Information on investor complaints pursuant to clause 41 of the listing agreement for the quarter ended 31st December 2007

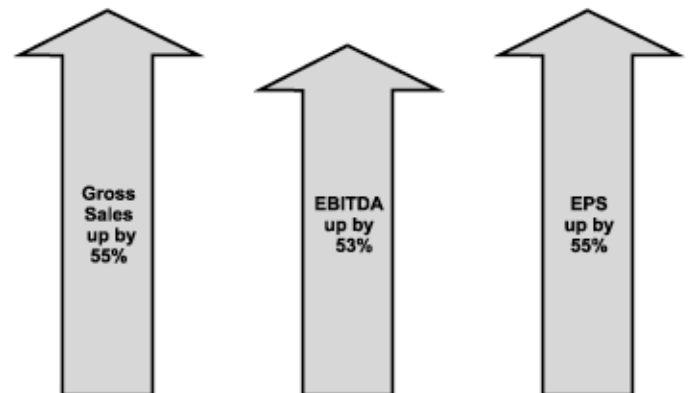
| Nature of complaints | Received | Resolved | Pending |
|----------------------|----------|----------|---------|
| NIL | NIL | NIL | NIL |

By order of the Board
for Dynamatic Technologies Limited

Place : Bangalore
Date : January 22, 2008

(Signature)

UDAYANT MALHOUTRA
CEO & Managing Director



(growth based on consolidated results of the 3rd quarter 07-08 with corresponding quarter 06-07)



www.dynamatics.com
For clarifications please contact:
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