

**PETRON ENGINEERING CONSTRUCTION LIMITED
UNAUDITED FINANCIAL RESULTS (PROVISIONAL)
FOR THE QUARTER ENDED 30th SEPTEMBER, 2006**

(Rs. in lacs)

PARTICULARS	Quarter Ended		Six Months Ended		Previous Accounting Year ended
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	31.03.2006
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Net Sales/Income from Operations	5,894	6,969	11,380	13,689	26,103
2. Other Income	19	8	32	33	103
3. Total Expenditure					
a) (Increase)/ Decrease in Stock trade	-132	44	-140	186	211
b) Consumption of Raw Material	1,475	2,230	2,512	4,545	6,794
c) Staff Cost	1,592	1,343	3,250	2,399	5,824
d) Other Expenditure					
i) Sub-contract charges	1,359	1,005	2,600	2,028	5,270
ii) Others Expenditure	986	1,592	2,112	2,898	5,682
4. Interest/Financial Charges	151	241	327	448	891
5. Depreciation	91	96	181	189	405
6. Profit (+)/ Loss (-)	391	426	570	1,029	1,129
7. Provision for Taxation					
i) Current	152	125	215	325	259
ii) Deferred	-	-	-	-	40
iii) Fringe Benefit Tax					
Earlier year	18		18		-
Current	15		15		15
8. Net Profit (+) / Loss (-)	206	301	322	704	815
9. Paid up Equity Share Capital (Face Value of Rs.10/- each)	754	754	754	754	754
10. Reserve (Excluding Revaluation Reserves) (As per Balance Sheet)	-	-			3930
11. Basic & diluted EPS for the quarter and for the previous year (Not annualised)	2.73	3.99	4.27	9.34	10.81
12. Aggregate of public shareholding					
i) No. Of shares	2,755,010	2,768,576	2,755,010	2,768,576	2,755,010
ii) Percentage of shareholding	36.55	36.72	36.55	36.72	36.55

EPS is not annualised for Three months ended 30.09.2006

Segment-wise Revenue and Capital Employed under Clause 41 of the Listing Agreement

Segment Results (Profit before Interest & Tax)					
- Engineering Construction	545	665	898	1471	2015
- Hotel Division	-3	2	-	5	5
Total Profit Before Interest & Tax	542	667	898	1,476	2,020
Capital Employed (Segment Assets Less Segment Liabilities)					
- Engineering Construction	5,736	5,386	5,736	5,386	5,414
- Hotel Division					
Total Capital Employed in Segments	5,736	5,386	5,736	5,386	5,414

Note (1) The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 31st October, 2006

- (2) The company is primarily engaged in Engineering Construction (E&C) . The scope of activities include :
(a) Engineering and Construction project in core sector/ Infrastructure sector (b) equipment fabrication, installation/commissioning (c) refractory and insulation (d) engineering design and drawing. Since the inherent nature of these activities are governed by the same risk and return, these have been grouped as a single segment in the above disclosures. The said treatment is in accordance with the Accounting standards.
- (3) It has not been possible to bifurcate/segregate the segment-wise capital employed.
- (4) There was no complaint of Investor pending at the beginning of the Accounting Year. During the quarter ended 30.09.2006 the Company received 24 complaints & intimations and all have been attended as on date.
- (5) Sales includes the sum of Rs. 173 lakhs being provision made on account of foreseeable losses as on 31.03.2006 has since been written back as the execution of the contracts covering the said provision have been completed.
- (6) In regard to qualifications in Auditors' Report for the year ended March, 31 2006:
(a) Physical verification of all Fixed Assets and reconciliation of book records has been commenced and is in progress.
(b) Undisputed statutory dues have been paid before 31.10.2006 except Service Tax amounting to Rs. 0.88 lakhs, which shall be discharged on or before 15.11.2006.
- (7) The previous Years/Quarters figures have been regrouped / recast wherever necessary.

For PETRON ENGINEERING CONSTRUCTION LIMITED

Mumbai:
31st October, 2006

M. K. NAIR
MANAGING DIRECTOR