

NOTES IN RELATION TO THE FINANCIAL RESULTS

1. The reported consolidated profit after tax for the quarter ended December 31, 2009 amounting to Rs.10,684 lakhs (2008: 7,987 lakhs) has been arrived at after eliminating intercompany profits amounting to Rs. 3,817 lakhs (2008:Rs.3,178 lakhs), similarly the reported consolidated profit after tax for the nine months period ended December 31, 2009 amounting to Rs. 34,525 lakhs (2008: Rs.19,049 lakhs) has been arrived at after eliminating the inter company profits amounting to Rs. 12,384 lakhs (2008: Rs. 6,697 lakhs) as per Accounting Standard (AS) 21 "Consolidated Financial Statements" and Accounting Standard (AS) 23 "Accounting for Investments in Associates in Consolidated Financial Statements". It may be noted that the above eliminations do not reduce the cash earnings of the company on the stand alone / consolidated basis.

Accordingly the consolidated profit after tax before elimination as above:

For the quarter ended December 31, 2009 is Rs. 14,501 lakhs as against the quarter ended December 31, 2008 of Rs. 11,165 lakhs representing an increase of 29.88% over the respective quarter of the previous year; and

For the nine months period ended December 31, 2009 is Rs. 46,909 lakhs as against the nine months period ended December 31, 2008 of Rs. 25,746 lakhs representing an increase of 82.20% over the respective nine months period of the previous year.

2. During the quarter, the Company proposed split of its one Equity Share of Rs. 10/- each into 10 Equity shares of Re.1/- each and completed the splitting of share process on January 5, 2010.
3. a) Lanco Kondapalli Power Private Limited (LKPPL) one of the subsidiary has completed its expansion of 233 MW Gas Turbine (out of 366 MW Combined Cycle) and commenced Open Cycle Operations from December 01, 2009.
b) Lanco Amarkantak Power Limited (LAPL), one of the subsidiary has synchronized its unit1 300 MW thermal power plant on May 01, 2009 and continuing its trial run pending stabilization of power generation process.
4. No investor complaint was pending at the beginning of the quarter. During the quarter ended December 31, 2009, 12 complaints were received and resolved.
5. These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on January 27, 2010 and a limited review of the same has been carried out by the statutory auditors of the company.
6. The Order Book of the Company stands at Rs. 20,90,237 lakhs as on December 31, 2009 (Rs. 11,33,494 lakhs as on December 31, 2008).
7. Figures pertaining to the previous period / year have been regrouped, reclassified and restated to conform to those of the current period / year.

for Lanco Infratech Limited

**Place: Gurgaon
Date : January 27, 2010**

**G. Venkatesh Babu
Managing Director**