



SONA KOYO STEERING SYSTEMS LTD.

Regd. Office : UGF-6, Indraprakash, 21, Barakhamba Road, New Delhi 110 001.

**UNAUDITED FINANCIAL RESULTS FOR THE
THIRD QUARTER ENDED 31ST DECEMBER, 2006**

(RS. IN LACS)

PARTICULARS	THIRD QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED (AUDITED)
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	31.03.2006
1. Net Sales / Income from Operations (Incl. of Excise Duty & Other taxes paid)	18112	9818	49015	29237	40925
2. Other Income	86	36	214	207	320
3. Total Expenditure	16745	8838	45170	26707	37133
a) (Increase) / decrease in stock in trade	(87)	(81)	(319)	(133)	(130)
b) Consumption of raw material	11119	5680	29887	16740	23222
c) Staff Cost	1032	672	2757	1981	2850
d) Excise Duty & other taxes	3100	1677	8594	5043	6957
e) Other Expenditure	1581	890	4251	3076	4234
4. Profit before Interest, Foreign Currency Loan Translation, Depreciation & Tax (1+2-3)	1453	1016	4059	2737	4112
5. Interest	210	162	653	397	505
6. (Gain)/Loss on Foreign Currency Loan Translation	(128)	62	(58)	62	27
7. Depreciation	321	267	927	776	1074
8. Profit (+) / Loss (-) before tax (4-5-6-7)	1050	525	2537	1502	2506
9. Provision for taxation	387	172	870	494	881
10. Net Profit (+) / Loss (-) (8-9)	663	353	1667	1008	1625
11. Paid-up Equity Share Capital (Face Value of Rs. 2/- each).	1847	879	1847	879	879
12. Reserves excluding revaluation reserves	--	--	--	--	6655
13. Basic and diluted EPS for the period for the year to date and for the previous year (not annualized) (Face Value of Rs. 2/- each).	Rs. 0.75	Rs. 0.40	Rs. 1.89	Rs. 1.14	Rs. 1.84

(RS. IN LACS)

Secondary Information in respect of geographical segment on the basis of location of customers	THIRD QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	31.03.2006
a) Domestic	16754	8594	45205	25734	35922
b) Export	1358	1224	3810	3503	5002

Notes:

- The above results as reviewed by the Audit Committee have been taken on record by the Board of Directors in its meeting held on 18th January, 2007.
- The Statutory Auditors of the Company have carried out a Limited Review of the Financial Results for the quarter and nine months ended 31st December, 2006.
- The provision for taxation is:

(RS. IN LACS)

	THIRD QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	31.03.2006
• Provision – Current Year	300	145	802	464	705
• Provision – Prior Year	0	0	0	0	0
• Provision for Deferred Tax Liability	65	12	23	(8)	126
• Provision for Fringe Benefit Tax	22	15	45	38	50
Total	387	172	870	494	881

- At the beginning of the quarter there was one pending investor complaint and the same is pending at the quarter ended 31st December, 2006 due to legal compliance. During the current quarter, the Company has received 6 investor complaints and all the said six complaints have been redressed and resolved.
- EPS has been computed in accordance with the Accounting Standard AS – 20. EPS for the previous period / year is also stated on enhanced Equity Capital Base.
- Segment Reporting : The Company is primarily engaged in the business of Auto Components for Four Wheelers, which are governed by the same set of risk and returns and hence there is only one primary segment. The said treatment is in accordance with the guiding principle enunciated in the Accounting Standard on Segment Reporting (AS-17). Secondary Segment disclosures have been made accordingly.
- In compliance with the provision of Clause 41 of the Listing Agreement with Stock Exchanges, the figures for the previous periods have been recast, wherever necessary, in line with the Accounting Policies followed in the current period.

For & on behalf of the Board

Dated : 18th January, 2007
Place : Gurgaon

DR. SURINDER KAPUR
CHAIRMAN & MANAGING DIRECTOR