



SONA KOYO STEERING SYSTEMS LTD.

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

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE
THIRD QUARTER ENDED 31ST DECEMBER, 2005**

(RS. IN LACS)

PARTICULARS	THIRD QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED (AUDITED)
	31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.03.2005
1. Net Sales / Income from Operations (Incl. of Excise Duty & Other taxes paid)	9818	9436	29237	25605	36294
2. Other Income	36	37	207	100	239
3. Total Expenditure	8838	8526	26707	23229	32883
a) (Increase) / decrease in stock in trade	(81)	(189)	(133)	(380)	(121)
b) Consumption of raw material	5680	5541	16740	14814	20485
c) Staff Cost	672	576	1981	1705	2350
d) Excise Duty & other taxes	1677	1677	5043	4597	6545
e) Other Expenditure	890	921	3076	2493	3624
4. Profit before Interest, Foreign Currency Loan Translation, Depreciation & Tax (1+2-3)	1016	947	2737	2476	3650
5. Interest	162	66	397	166	249
6. (Gain)/Loss on Foreign Currency Loan Translation	62	0	62	0	(61)
7. Depreciation	267	240	776	678	929
8. Profit (+) / Loss (-) before tax (1+2-3-5-6-7)	525	641	1502	1632	2533
9. Provision for taxation	172	222	494	585	866
10. Net Profit (+) / Loss (-) (8-9)	353	419	1008	1047	1667
11. Paid-up Equity Share Capital (Face Value of Rs. 2/- each).	879	879	879	879	879
12. Reserves excluding revaluation reserves					6410
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. 0.80	Rs. 0.95	Rs. 2.29	Rs. 2.38	Rs. 3.79

(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
	31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.03.2005
a) Domestic	8604	8718	25734	24181	33755
b) Export	1214	718	3503	1424	2539

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, 2006.
- The Statutory Auditors of the Company have carried out a Limited Review of the Unaudited Financial Results for the quarter and nine months ended 31st December, 2005.
- The provision for taxation is:

	THIRD QUARTER ENDED		NINE MONTHS ENDED		YEAR ENDED
	31.12.2005	31.12.2004	31.12.2005	31.12.2004	31.03.2005
• Provision – Current Year	145	158	464	388	624
• Provision – Prior Year	0	0	0	0	74
• Provision for Deferred Tax Liability	12	64	(8)	197	168
• Provision for Fringe Benefit Tax	15	0	38	0	0
Total	172	222	494	585	866

- At the beginning of the quarter, there was no pending investor complaint. During the current quarter, the Company has received 10 investor complaints, out of which 8 have been redressed and resolved, and two complaints, though duly attended, are pending legal compliances.
- EPS has been computed in accordance with the Accounting Standard AS – 20.
- 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.

Dated : 18th January, 2006
Place : Gurgaon

For & on behalf of the Board

**DR. SURINDER KAPUR
CHAIRMAN & MANGING DIRECTOR**