

**AUDITED FINANCIAL RESULTS  
FOR THE YEAR ENDED  
31ST MARCH 2009**

(Rs. in lacs)

Particulars	UNAUDITED		AUDITED	
	Three Months Ended 31.03.2009	Three Months Ended 31.03.2008	Year Ended 31.03.2009	Year Ended 31.03.2008
1. a) Sales / Income from Operations	12,006	16,044	44,525	50,334
Less : Excise Duty	358	743	1,826	2,776
Net Sales / Income from Operations	11,648	15,301	42,699	47,558
b) Other Operating Income	362	100	605	182
	12,010	15,401	43,304	47,740
2. Expenditure				
a) (Increase) / Decrease in Stock-in-Trade and Work-in-Progress	198	722	(271)	(83)
b) Consumption of Raw Materials	7,564	10,870	28,076	33,137
c) Purchase of Traded Goods	374	553	1,786	2,013
d) Employees Cost	991	962	4,104	3,862
e) Travelling Expenses	271	268	1,311	1,217
f) Depreciation	96	74	542	449
g) Other Expenditure	1,809	1,294	6,708	5,345
Total	11,303	14,743	42,256	45,940
3. Profit from Operations before Other Income and Interest (1-2)	707	658	1,048	1,800
4. Other Income	82	259	344	463
5. Profit before Interest (3+4)	789	917	1,392	2,263
6. Interest	216	143	1,018	696
7. Profit Before Taxation (5-6)	573	774	374	1,567
8. Provision for Taxation (Includes Deferred Tax and Fringe Benefit Tax)	148	113	230	502
9. Net Profit after Taxation (7-8)	425	661	144	1,065
10. Paid up Equity Share Capital [Face Value - Rs.10 per share]	1,269	1,266	1,269	1,266
11. Reserves excluding Revaluation Reserves			11,581	11,409
12. Basic and diluted EPS for the period and for the previous year				
- Basic EPS (Rs.)	3.35	5.32	1.13	8.63
- Diluted EPS (Rs.)	3.26	5.01	1.11	8.12
13. Public Shareholding				
- Number of Shares	7,610,618	7,612,637	7,610,618	7,612,637
- Percentage of Shareholding	59.96%	60.15%	59.96%	60.15%
14. Promoters and Promoter Group Shareholding				
(a) Pledged / Encumbered				
- Number of Shares	-	-	-	-
- Percentage of share (as % of the total shareholding of promoter and promoter group)	-	-	-	-
- Percentage of share (as % of the total share capital of the company)	-	-	-	-
(b) Non-encumbered				
- Number of Shares	5,081,843	5,044,274	5,081,843	5,044,274
- Percentage of share (as % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%
- Percentage of share (as % of the total share capital of the company)	40.04%	39.85%	40.04%	39.85%

**Notes:**

- The Board of Directors has recommended 10% dividend for the year 2008-09.
- The Company has invested Rs. 54.70 Lacs and extended advances of Rs.1,668.04 Lacs to Ion Exchange Enviro Farms Ltd. (IEEFL), a subsidiary company whose accumulated loss exceed its paid up share capital and where the amount of provision required in respect of possible loss, if any, is presently not ascertainable. The Company views its investment in IEEFL as strategic in nature. IEEFL has undertaken various cost reduction programs and it expects better returns in the coming years from its organic farming activities, bio-pesticides and bio-fertilizers marketing. Moreover, IEEFL has adequate assets in form of developed and undeveloped land and office premises. In view of the foregoing, the Management is of the opinion, that there is no diminution other than temporary in value of investment and the advances are recoverable. Hence, presently no provision is considered necessary. The auditors qualification referred in audited accounts for the year ended March 31, 2009 has been adequately replied / explained above.
- During the year ended March 31, 2009, 35,550 shares have been allotted pursuant to Employees' Stock Option Scheme ESOS 2005.
- Investors Complaints Status**  
As at January 1, 2009 Nil  
Complaints Received 1  
Complaints Redressed 1  
As at March 31, 2009 Nil
- Provision for Taxation for the quarter and year end March 31, 2009, includes Fringe Benefit Tax of Rs. 24 Lacs and Rs. 112 Lacs respectively (Corresponding previous quarter and year end Rs. 35 Lacs and Rs. 167 Lacs).
- The above results were reviewed by the Audit Committee at a meeting held on June 19, 2009 and were approved at the meeting of the Board of Directors held on June 19, 2009.
- Figures for the previous period / year have been regrouped / rearranged wherever necessary.

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL  
EMPLOYED UNDER CLAUSE 41  
OF THE LISTING AGREEMENT**

(Rs. in lacs)

Particulars	UNAUDITED		AUDITED		AUDITED CONSOLIDATED	
	Three Months Ended 31.03.2009	Three Months Ended 31.03.2008	Year Ended 31.03.2009	Year Ended 31.03.2008	Year Ended 31.03.2009	Year Ended 31.03.2008
1. Segment Revenue						
a) Engineering	7,858	10,926	25,850	30,941	32,316	36,188
b) Chemicals	2,569	2,803	11,920	11,464	12,183	11,714
c) Consumer Products	1,566	2,246	6,797	7,099	6,782	7,104
d) Others	-	-	-	-	10	20
e) Unallocated	159	166	305	280	205	280
Total	12,152	16,141	44,872	49,784	51,496	55,306
Less: Inter segment revenue	504	840	2,173	2,226	2,173	2,226
Net Sales / Income from Operations	11,648	15,301	42,699	47,558	49,323	53,080
2. Segment Results [Profit(+)/Loss(-) before tax and interest from segment]						
a) Engineering	378	200	245	279	992	616
b) Chemicals	356	392	1,473	1,792	1,257	1,584
c) Consumer Products	11	41	(80)	139	(117)	140
d) Others	-	-	-	-	(21)	56
Total	745	633	1,638	2,210	2,111	2,396
Less:						
i. Interest Expenses	216	143	1,018	696	1,069	729
ii. Other unallocable expenditure net of unallocable income	(1)	(258)	350	34	390	111
Add:						
Interest Income	43	26	104	87	38	32
Total Profit Before Taxation	573	774	374	1,567	690	1,588
3. Capital Employed (Segment Assets - Segment Liabilities)						
a) Engineering	6,458	6,874	6,458	6,874	7,316	7,440
b) Chemicals	5,294	5,200	5,294	5,200	5,218	5,227
c) Consumer Products	1,762	2,057	1,762	2,057	1,767	2,059
d) Others	-	-	-	-	942	814
Total Capital Employed in Segments	13,514	14,131	13,514	14,131	15,243	15,540
Add: Unallocable corporate assets less corporate liabilities	(652)	(1,445)	(652)	(1,445)	(3,501)	(4,033)
Total Capital Employed in Company	12,862	12,686	12,862	12,686	11,742	11,507

**Notes:**

- Segments have been identified in line with the Accounting Standard on Segment Reporting (AS-17), taking into account the organisation structure as well as the differential risks and returns of these segments.
- Figures for the previous period / year have been regrouped / rearranged wherever necessary.

For Ion Exchange (India) Limited

Place : Mumbai  
Date : June 19, 2009

Rajesh Sharma  
Vice Chairman and Managing Director



**From the house of  
Ion Exchange (India) Ltd.**

**AUDITED FINANCIAL RESULTS  
FOR THE YEAR ENDED  
31ST MARCH 2009**

(Rs. in lacs)

Particulars	AUDITED CONSOLIDATED	
	Year Ended 31.03.2009	Year Ended 31.03.2008
1. a) Sales / Income from Operations	51,149	55,856
Less : Excise Duty	1,826	2,776
Net Sales / Income from Operations	49,323	53,080
b) Other Operating Income	666	279
2. Share of Earnings of Associates (Net)	72	98
3. Total Income (1+2)	50,061	53,457
4. Expenditure		
a) (Increase) / Decrease in Stock-in-Trade and Work-in-Progress	(132)	(704)
b) Consumption of Raw Materials	32,838	38,175
c) Purchase of Traded Goods	1,786	2,014
d) Employees Cost	4,630	4,171
e) Travelling Expenses	1,532	1,347
f) Depreciation	587	484
g) Other Expenditure	7,421	5,959
Total	48,662	51,446
5. Profit from Operations before Other Income and Interest (3-4)	1,399	2,011
6. Other Income	360	306
7. Profit before Interest (5+6)	1,759	2,317
8. Interest	1,069	729
9. Profit Before Taxation (7-8)	690	1,588
10. Provision for Taxation (Includes Deferred Tax and Fringe Benefit Tax)	404	600
11. Net profit before Minority Interest (9-10)	286	988
12. Minority Interest	121	53
13. Net Profit after Minority Interest (11-12)	165	935
14. Paid up Equity Share Capital [Face Value - Rs.10 per share]	1,236	1,233
15. Reserves excluding Revaluation Reserves	10,494	10,262
16. Basic and diluted EPS for the period and for the previous year		
- Basic EPS (Rs.)	1.33	7.79
- Diluted EPS (Rs.)	1.31	7.31
17. Public Shareholding		
- Number of Shares	7,610,618	7,612,637
- Percentage of Shareholding	61.55%	61.75%
18. Promoters and Promoter Group Shareholding		
(a) Pledged / Encumbered		
- Number of Shares	-	-
- Percentage of share (as % of the total shareholding of promoter and promoter group)	-	-
- Percentage of share (as % of the total share capital of the company)	-	-
(b) Non-encumbered		
- Number of Shares	4,753,943	4,716,374
- Percentage of share (as % of the total shareholding of promoter and promoter group)	100.00%	100.00%
- Percentage of share (as % of the total share capital of the company)	38.45%	38.25%

**Notes:**

- The Consolidated Results include the results of its Subsidiaries - Watercare Investments (India) Limited, Aqua Investments (India) Limited, Ion Exchange Enviro Farms Limited (IEEFL), Ion Exchange Infrastructure Limited, IEI Environmental Management (M) Sdn. Bhd., Ion Exchange Asia Pacific Pte. Ltd. (Consolidated), Ion Exchange Environment Management (BD) Limited, Ion Exchange LLC and Ion Exchange & Company LLC.
- The Auditors have commented on maintenance expenses recoverable in the books of IEEFL which mainly represents maintenance expenses incurred on sites sold under the scheme, which are as per the terms of agreement with the customers and are recoverable from future income generated by sale of inter-crop and main crop. As at year end Rs. 521 Lacs is recoverable from the customers. The recovery is contingent on returns from farm activities. The management expects improved future returns from main crop toward these dues, hence presently no provision is considered necessary.
- In response to the SEBI (Collective Investment Schemes) Regulations, 1999 (the "Guidelines"), IEEFL had applied for registration to SEBI. In response, SEBI had granted provisional registration subject to certain conditions. The provisional registration was subsequently extended and expired in 2003. IEEFL applied to SEBI seeking exemptions from provisions of the regulations, because it was not able to comply with certain requirements of SEBI (CIS) Regulations, 1999. SEBI did not grant exemption and called upon IEEFL to show cause why the provisional registration granted to it should not be revoked. After hearing IEEFL's submission, SEBI vide order dated 27th November, 2003 directed IEEFL to wind up the scheme and refund the monies with returns to investors. Against the aforesaid order, IEEFL filed an appeal before Securities Appellate Tribunal (SAT) which vide its order pronounced on 5th May, 2006 upheld that SEBI order in so far as it relates to refund the monies alongwith the return to the investors by IEEFL and to wind up of the scheme. IEEFL has filed appeal against the order of SAT in Hon'ble Supreme Court of India on 4th July, 2006. The Supreme Court has admitted the appeal. IEEFL has been legally advised that it has got a fair chance of successfully contesting the appeal. Consequently no provision has been considered necessary for liability, if any, that may arise, pending the final disposition of appeal by Hon'ble Supreme Court of India. In the month of March 2008, the matter was listed for filing reply by SEBI. SEBI did not file their reply and asked for time. The matter was adjourned thereafter.
- Provision for Taxation for the year end March 31, 2009 includes Fringe Benefit Tax of Rs.120 Lacs (Previous year Rs. 173 Lacs)
- Figures for the previous year have been regrouped / rearranged wherever necessary.