

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2007

(Rs. in lacs)

PARTICULARS	UNAUDITED				YEAR ENDED 31.03.2007 (AUDITED)
	QUARTER ENDED		HALF YEAR ENDED		
	30.09.2007	30.09.2006	30.09.2007	30.09.2006	
1. Sales / Income from Operations	12,894	9,963	22,733	17,001	43,927
Less: Excise Duty	693	862	1,268	1,457	3,335
Net Sales / Income from Operations	12,201	9,101	21,465	15,544	40,592
2. Other Income	106	48	179	85	288
3. Total Income (1+2)	12,307	9,149	21,644	15,629	40,880
4. Total Expenditure					
a) (Increase)/ Decrease in Stock-in-Trade and Work-in Progress	33	(76)	(232)	(369)	270
b) Consumption of Raw Materials	8,307	5,687	14,546	9,544	27,231
c) Purchase of Traded Goods	373	477	879	850	1,582
d) Employees Cost	974	851	1,920	1,713	3,278
e) Travelling Expenses	325	332	621	608	1,189
f) Depreciation	131	121	252	242	439
g) Other Expenditure	1,666	1,399	2,756	2,369	5,118
Total	11,809	8,791	20,742	14,957	39,107
5. Interest	181	217	334	427	740
6. Profit Before Taxation(3-4-5)	317	141	568	245	1,033
7. Provision for Taxation (Includes Deferred Tax and Fringe Benefit Tax)	181	66	289	126	435
8. Net Profit after Taxation (6-7)	136	75	279	119	598
9. Paid up Equity Share Capital [Face Value-Rs.10 per share]	1,259	1,155	1,259	1,155	1,199
10. Reserves excluding Revaluation Reserves					10,199
11. Basic and diluted EPS for the period and for the previous year					
- Basic EPS (Rs.)	1.12	0.64	2.31	1.03	5.17
- Diluted EPS (Rs.)	1.04	0.62	2.18	0.99	4.86
12. Public Shareholding					
- Number of Shares (Nos.)	7,054,004	6,792,454	7,054,004	6,792,454	7,042,829
- Percentage of Shareholding	56.04%	58.79%	56.04%	58.79%	58.73%

Notes :

- The Company has invested Rs. 54.60 Lacs and extended advances of Rs. 1,397.80 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 qualification of the auditors referred in last audited accounts for the year ended March 31, 2007 has been adequately replied / explained in the above note.
- During the half year ended September 30, 2007, 596,700 shares have been allotted pursuant to Employees' Stock Option Schemes, ESOS 2005.
- Investors Complaints Status**
As at July 1, 2007 Nil
Complaints Received 1
Complaints Redressed 1
As at September 30, 2007 Nil
- Provision for Taxation for the quarter and half year ended September 30, 2007, includes Fringe Benefit Tax of Rs. 80 Lacs and Rs.105 Lacs respectively (Corresponding previous quarter and half year Rs. 24 Lacs and Rs. 47 Lacs).
- The Finance Act, 2007, requires payment of Fringe Benefit Tax (FBT) on ESOP benefit provided to employees. FBT is payable on the date when options under the ESOP scheme is exercised by employees based on fair market value on the date of vesting. The FBT as per note 5 above includes Rs. 56 Lacs in respect of options exercised by the employees in the current year.
- The above results for the quarter ended September 30, 2007 have been subjected to "Limited Review" by the Statutory Auditors of the Company as required under clause 41 of the Listing Agreement.
- The above results were reviewed by the Audit Committee and were approved at the meeting of the Board of Directors held on October 22, 2007.
- Figures for the previous period have been regrouped/rearranged wherever necessary.

QUARTERLY AND HALF YEARLY REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT

(Rs. in lacs)

PARTICULARS	UNAUDITED				YEAR ENDED 31.03.2007 (AUDITED)
	QUARTER ENDED		HALF YEAR ENDED		
	30.09.2007	30.09.2006	30.09.2007	30.09.2006	
1. Segment Revenue					
a) Engineering	8,211	5,242	13,498	8,726	26,688
b) Chemicals	2,653	2,867	5,653	5,245	11,297
c) Consumer Products	1,768	1,563	3,225	2,553	5,230
d) Unallocated	108	63	179	92	339
Total	12,740	9,735	22,555	16,616	43,554
Less: Inter segment revenue	453	601	950	1,016	2,753
Enterprise Revenue	12,287	9,134	21,605	15,600	40,801
2. Segment Results [Profit(+)/Loss(-) before tax and interest from segment]					
a) Engineering	34	68	42	214	669
b) Chemicals	427	460	935	948	1,967
c) Consumer Products	41	(52)	65	(205)	(571)
Total	502	476	1,042	957	2,065
Less:					
i. Interest Expenses	181	217	334	427	740
Add:					
i. Interest Income	20	15	39	29	79
ii. Other unallocable income net of unallocable expenditure	(24)	(133)	(179)	(314)	(371)
Total Profit Before Taxation	317	141	568	245	1,033
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Engineering	7,399	6,561	7,399	6,561	6,323
b) Chemicals	4,950	4,103	4,950	4,103	3,994
c) Consumer Products	1,801	2,016	1,801	2,016	2,016
Total Capital Employed in Segments	14,150	12,680	14,150	12,680	12,333
Add:Unallocable corporate assets					
less corporate liabilities	(2,047)	(1,741)	(2,047)	(1,741)	(922)
Total Capital Employed in Company	12,103	10,939	12,103	10,939	11,411

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 have been regrouped / rearranged wherever necessary.

For Ion Exchange (India) Limited

Place : Mumbai
Date : October 22, 2007.

Rajesh Sharma
Vice Chairman & Managing Director

Pure Water Solutions  From the house of
Ion Exchange (India) Ltd.