

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2008**

(Rs. in lacs)

PARTICULARS	UNAUDITED				YEAR ENDED 31.03.2008 (AUDITED)
	QUARTER ENDED		NINE MONTHS ENDED		
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	
1. a) Sales / Income from Operations	10,540	11,557	32,519	34,290	50,334
Less: Excise Duty	429	765	1,468	2,033	2,776
Net Sales / Income from Operations	10,111	10,792	31,051	32,257	47,558
b) Other Operating Income	12	36	59	82	182
	<b>10,123</b>	<b>10,828</b>	<b>31,110</b>	<b>32,339</b>	<b>47,740</b>
2. Expenditure					
a) (Increase) / Decrease in Stock-in-Trade and Work-in-Progress	(108)	(573)	(469)	(805)	(83)
b) Consumption of Raw Materials	6,703	7,620	20,512	22,166	33,137
c) Purchase of Traded Goods	457	581	1,412	1,460	2,013
d) Employees Cost	1,062	980	3,113	2,900	3,862
e) Travelling Expenses	329	328	1,040	949	1,217
f) Depreciation	150	123	446	375	449
g) Other Expenditure	1,711	1,396	4,715	4,152	5,345
<b>Total</b>	<b>10,304</b>	<b>10,455</b>	<b>30,769</b>	<b>31,197</b>	<b>45,940</b>
3. Profit / (Loss) from Operations before Other Income and Interest (1-2)	(181)	373	341	1,142	1,800
4. Other Income	90	71	262	204	463
5. Profit / (Loss) before Interest (3+4)	(91)	444	603	1,346	2,263
6. Interest	295	219	802	553	696
7. Profit / (Loss) Before Taxation (5-6)	(386)	225	(199)	793	1,567
8. Provision for Taxation (Includes Deferred Tax and Fringe Benefit Tax)	(40)	100	82	389	502
9. Net Profit / (Loss) after Taxation (7-8)	(346)	125	(281)	404	1,065
10. Paid up Equity Share Capital [Face Value - Rs.10 per share]	1,269	1,262	1,269	1,262	1,266
11. Reserves excluding Revaluation Reserves					11,409
12. Basic and diluted EPS for the period and for the previous year					
- Basic EPS (Rs.)	(2.73)	1.00	(2.22)	3.31	8.63
- Diluted EPS (Rs.)	(2.65)	0.93	(2.15)	3.11	8.12
13. Public Shareholding					
- Number of Shares (Nos.)	7,022,446	7,074,994	7,022,446	7,074,994	7,097,015
- Percentage of Shareholding	55.34%	56.07%	55.34%	56.07%	56.07%

**Notes :**

- The Company has invested Rs. 54.70 Lacs and extended advances of Rs. 1,547.64 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 adequate assets in form of developed and undeveloped land and office premises. In addition to this, IEEFL has also undertaken various cost reduction programs which are expected to result in better returns in the coming years from its organic farming activities, bio-pesticides and bio-fertilizers marketing. 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, 2008 has been adequately replied / explained in the above note.
- During the nine months ended December 31, 2008, 33,550 shares have been allotted pursuant to Employees' Stock Option Scheme ESOS 2005.
- Investors Complaints Status**  
As at October 1, 2008 Nil  
Complaints Received Nil  
Complaints Redressed Nil  
As at December 31, 2008 Nil
- a) Provision for Income Tax Rs. 67 Lacs made in the previous quarters have been reversed in the current quarter on account of losses in the current quarter.  
b) Provision for Taxation for the quarter and nine months ended December 31, 2008, includes Fringe Benefit Tax of Rs. 25 Lacs and Rs. 88 Lacs respectively (Corresponding previous quarter and nine months Rs. 27 Lacs and Rs. 132 Lacs).
- The above results for the quarter ended December 31, 2008 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 at a meeting held on January 21, 2009 and were approved at the meeting of the Board of Directors held on January 21, 2009.
- Figures for the previous period / year have been regrouped / rearranged wherever necessary.

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

(Rs. in lacs)

PARTICULARS	UNAUDITED				YEAR ENDED 31.03.2008 (AUDITED)
	QUARTER ENDED		NINE MONTHS ENDED		
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	
1. Segment Revenue					
a) Engineering	6,011	6,535	17,992	20,015	30,941
b) Chemicals	2,897	3,014	9,351	8,661	11,464
c) Consumer Products	1,639	1,635	5,231	4,853	7,099
d) Unallocated	55	44	146	114	280
<b>Total</b>	<b>10,602</b>	<b>11,228</b>	<b>32,720</b>	<b>33,643</b>	<b>49,784</b>
Less: Inter segment revenue	491	436	1,669	1,386	2,226
<b>Net Sales / Income from Operations</b>	<b>10,111</b>	<b>10,792</b>	<b>31,051</b>	<b>32,257</b>	<b>47,558</b>
2. Segment Results [Profit(+)/Loss(-) before tax and interest from segment]					
a) Engineering	(182)	37	(133)	79	279
b) Chemicals	312	465	1,117	1,400	1,792
c) Consumer Products	(111)	33	(91)	98	139
<b>Total</b>	<b>19</b>	<b>535</b>	<b>893</b>	<b>1,577</b>	<b>2,210</b>
Less:					
i. Interest Expenses	295	219	802	553	696
ii. Other unallocable expenditure net of unallocable income	130	113	351	292	34
Add: Interest Income	20	22	61	61	87
<b>Total Profit / (Loss) Before Taxation</b>	<b>(386)</b>	<b>225</b>	<b>(199)</b>	<b>793</b>	<b>1,567</b>
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Engineering	6,992	7,734	6,992	7,734	6,874
b) Chemicals	5,894	5,154	5,894	5,154	5,200
c) Consumer Products	1,617	1,595	1,617	1,595	2,057
<b>Total Capital Employed in Segments</b>	<b>14,503</b>	<b>14,483</b>	<b>14,503</b>	<b>14,483</b>	<b>14,131</b>
Add: Unallocable corporate assets less corporate liabilities	(1,989)	(2,209)	(1,989)	(2,209)	(1,445)
<b>Total Capital Employed in Company</b>	<b>12,514</b>	<b>12,274</b>	<b>12,514</b>	<b>12,274</b>	<b>12,686</b>

**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 : January 21, 2009.

Rajesh Sharma  
Vice Chairman & Managing Director