



PRESS RELEASE

Cummins India Limited Sales for 2008–09 up 22.8%, Net Profit after Tax up 36.5% (excluding CSS & CASL). Recommends final dividend of Rs 2.60 per share of Rs 2 each (130%), aggregating to Rs 9 per share of Rs 2 each (450%) for the year ended March 31 2009.

Pune: May 26, 2009: The Board of Directors of Cummins India Limited took on record the audited annual financial results for the year ended March 31, 2009 in their meeting held today.

During the financial year ended March 31, 2009, pursuant to a Scheme of Amalgamation duly approved by the Hon'ble High Court of Mumbai, the subsidiaries of the Company, namely Cummins Sales and Service India Limited (CSS) and Cummins Auto Services Limited (CASL) merged with the Company with effect from the appointed date of April 01, 2008.

For the financial year 2008-09, the net sales of the Company (excluding CSS & CASL) were Rs.2,861.1 crores compared with Rs. 2,330.8 crores in the preceding year, thus registering a growth of 22.8% and the profit before tax for the year 2008-09 of Rs. 523.2 crores was higher by 32.1% over the previous year figure of Rs. 396.0 cores.

For the quarter ended March 31, 2009, the net sales of the Company (excluding CSS & CASL) were Rs.614.7 crores compared to Rs. 670 crores in the quarter ended March 31, 2008, showing a decline of 8.2% and the profit before tax for the quarter ended March 31, 2009 of Rs. 90.5 crores was lower by 18.2% over the figure of Rs. 110.6 crores for the quarter ended March 31, 2008.

Pursuant to the scheme of amalgamation, the published results of the Company for the quarter ended March 31, 2009 include the results of CSS and CASL for the full year ended March 31, 2009.

Anant Talaulicar, Chairman & Managing Director, Cummins India Limited said, "This quarter, the performance of the Company was impacted by the economic slowdown in both the domestic and export markets. We have since seen signs of revival in the domestic demand, although exports are likely to decline further in the ensuing quarters, on account of a significant recession in developed markets. However, I remain confident of our Company's competitiveness, long term growth prospects and ability to continue generating positive profits and cash flows."



He further added, “We have been able to lower our product cost through value engineering and quality improvements. Further we are reducing our operating expenses and working capital. Six Sigma continues to be the primary approach to achieving both cost reductions, as well as increasing our partnerships with both customers and suppliers. The Company continues to invest prudently in critical technologies, products for the future, and customer relationships. It remains committed to delivering on its brand promise of Dependability.”

About Cummins India Limited

Cummins India Limited (CIL), in Pune since 1962, is the Country’s leading manufacturer of diesel and gas engines for power generation, industrial and automotive markets. CIL has manufactured more than 1,67,000 engines till date in its state-of-the- art manufacturing facilities in Pune. Cummins India Limited is the largest Company of the Cummins Group in India.

About Cummins in India

Cummins in India, a power leader, is a group of complementary business units that design, manufacture, distribute and service engines and related technologies. Its technology and pioneering initiatives are bringing innovative solutions and reliable services at the best possible value to users across the country. Its high performance outlook is based on customer focus, integrity and capability of its people. Part of the US \$ 14.34 billion Cummins Inc., Cummins in India is a Group of nine Companies across 200 locations in the country with a combined turnover of approximately Rs. 7,500 crores and employing close to 13,000 individuals.

Website: <http://www.cumminsindia.com>

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