



PRESS RELEASE

Cummins India Limited – Net Sales for the year up 23%, profits before tax up 33%. Final dividend recommended 100% in addition to interim 100%.

Pune, June 8, 2006

The Board of Directors of Cummins India Limited in their meeting held today took on record the audited financial results for the year ended March 31, 2006.

The company announced a 23 per cent increase in net sales to Rs 14,628 million for the year ended March 31, 2006, as compared with Rs 11,918 million in the same period last year.

Both exports and domestic revenues grew at double digit levels. The profit before tax for the year rose by 33 % per cent to Rs 2,459 million from Rs 1,853 million in the earlier year. The Board of Directors recommended a final dividend of 100%, or Rs 2 per share on 198,000,000 equity shares of Rs 2 each, in addition to an interim dividend of 100% paid earlier.

Net sales for the quarter ended March 31, 2006 were Rs 3,877 million, an increase of 22% per cent over the same period a year earlier, which were Rs 3,168 million. The Net profit before tax in the fourth quarter also rose by 22% to Rs 694 million as compared to Rs 569 million in the same period last year.

Anant Talaulicar, Chairman, CIL, said, “We feel we have executed well to grow the company in a profitable way. We have leveraged our assets as well as driven Six Sigma and value engineering based cost reduction programs to improve profitability amidst adverse inflationary conditions. We have grown the business in all of our domestic as well as exports markets. Our future outlook remains positive and is reflected in the healthy dividend declaration.”

Cummins India Limited:

Cummins India Limited (CIL), the country’s leading manufacturer of engines and related technologies has operated in Pune since 1962. CIL has produced more than 180,000 engines to date in its state-of-the-art manufacturing facilities in Pune. The company manufactures an average of 10,000 engines per year. CIL is a part of the Cummins Group in India.

Cummins in India

Cummins in India, a power leader, is a corporation 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. The high performance outlook is based on customer focus, integrity and capability of its people. Part of the USD 9.9 billion Cummins Inc, Cummins in India is a group of 11 entities across 200 locations in the country with a combined turnover of over Rs.25,000 million and employing more than 6,000 people.

Website: www.cumminsindia.com.

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