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For immediate release

**Triveni Q1FY 10 net sales up 33% at Rs 4.87 billion
EBITDA up 56% at Rs 1.32 billion with margin of 27%
PBT increases 219% to Rs 1.09 billion and
PAT at Rs 729 million, an increase of over 200%**

- ***Sugar***
 - ***Increasing sugar price realizations***
- ***Engineering Businesses***
 - ***Order book position of Rs. 8.37 billion – 12 % growth over 30th September 2009 order book***
- ***Approved demerger of Turbine Business***

Noida, January 20, 2010: Triveni Engineering & Industries Ltd. ('Triveni'), one of India's leading companies engaged in the manufacture of sugar and engineered-to-order mechanical equipment, such as steam turbines, high speed gears and water and wastewater treatment equipment, today announced its performance for the quarter ended 31st December 2009 (Q1 FY 10).

PERFORMANCE OVERVIEW: Q1FY 10 V/S Q1FY 09

(Q1 FY 10 – October – December 2009); (Q1 FY 09 – October – December 2008)

- Net Sales increase by 33% to Rs. 4.87 billion
- EBITDA of Rs. 1.32 billion, increased by 56% with increase in margins by 400 basis points at 27%
- Profit before Interest, Tax and exceptional income (PBIT) has gone up by 73% during Q1 FY 10 at Rs. 1.09 billion
- Sugar operation continued its improved performance with an increase in turnover of 31% at Rs. 3.77 billion and with 83% increase in PBIT at Rs. 790 million.
- Engineering businesses also registered a growth of 39% in turnover with an increase of 28% in PBIT.

- PBT during Q1 FY 10 increased by over 219% when compared with the corresponding quarter of last year at Rs. 1.09 billion.
- PAT for the quarter was Rs. 729 million which is an increase of 204%
- EPS for Q1 (not annualized) was Rs. 2.83 as against 0.93 during Q1 FY 09.

Commenting on the Company's financial performance, Mr Dhruv M. Sawhney, Chairman and Managing Director, Triveni Engineering & Industries Ltd, said:

"The company continued its improved performance during the current quarter and achieved highest ever quarterly profit of Rs. 729 million. The result reflects the improved outlook in the sugar business and continuing improvement in the performance of the engineering businesses.

The company's sugar business revenue for the quarter showed significant growth over the corresponding quarter of the previous year on account of higher sugar realizations. The sugar realizations have shown a healthy growth of 14% over the previous quarter and it has gone up further during the current month. All the units of the company are currently crushing sugarcane and also processing imported raw sugar. We believe the company could crush more sugarcane during the current season and together with the raw sugar processing, the overall sugar production for the company during the current sugar season should be significantly higher when compared with previous season. On account of country's current year's sugar production which is expected to be in the similar range as last year, the sugar prices are expected to remain firm and move in line with international prices.

In the engineering businesses, all the three businesses have shown good growth both in terms of revenues and profitability when compared with the corresponding period of previous quarter. Further all the engineering businesses are carrying a strong order book at Rs. 8.37 billion, which grew by 12% from the previous quarter. With the overall improvement in macro economic factors and economic outlook remaining positive, we believe that all our engineering businesses are poised for a growth in the coming quarters.

With both businesses showing a good growth and profitability, the Board of Directors has decided the demerger of steam turbines business. The details of the demerger are being worked out by Advisors and the same will be announced in due course.

- ENDS -

Attached: Details to the Announcement and Results Table

About Triveni Engineering & Industries Limited

Triveni Engineering & Industries Limited is a focused, growing corporation having core competencies in the areas of sugar and engineering. The Company is among the three largest sugar manufacturers in India, and the market leader in its engineering businesses comprising steam turbines, high speed gears, gearboxes, and water treatment solutions. Triveni currently has seven sugar mills in operation at Khatauli, Deoband, Sabitgarh, (all in western Uttar Pradesh), Chandanpur, Rani Nangal and Milak Narayanpur (all in central Uttar Pradesh) and Ramkola (eastern Uttar Pradesh). The Company's turbine manufacturing and gear manufacturing facilities are located at Bangalore and Mysore respectively while the Water & Waste water treatment business is located at Noida. Triveni's sugar crushing capacity is 61,000 TCD. The Company also has a total co-generation capacity of 68 MW located in two of its major facilities viz., Khatauli (46 MW) & Deoband (22 MW) and a 160,000 litre per day capacity distillery at Muzaffarnagar.

For further information on the Company, its products and services please visit **www.trivenigroup.com**

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Note: *Certain statements in this document may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local political or economic developments, technological risks, and many other factors that could cause our actual results to differ materially from those contemplated by the relevant forward looking statements. Triveni Engineering & Industries Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.*

DETAILS TO THE ANNOUNCEMENT

- Financial results review
- Business-wise performance review and outlook

Q1 FY 10 : FINANCIAL RESULTS REVIEW

(all figures in Rs million, unless otherwise mentioned)

Net sales

	Q1 FY 10	Q1 FY 09	(%) Change
Net sales	4872	3655	33

Net sales in Q1 FY 10 improved to Rs 4.87 billion registering an increase of 33%. The sales mix between sugar businesses and engineering businesses remained more or less same as the corresponding quarter of previous year. The sugar business including the co-generation and distillery businesses registered a growth of 31%, while the engineering businesses shown a growth of 39%.

EBITDA

	Q1 FY 10	Q1 FY 09	% change
EBITDA	1317	846	56%
EBITDA Margin	27%	23%	

The Company achieved an EBITDA of Rs. 1.32 billion, an increase of 56% over the corresponding quarter of last year with the EBITDA margins showing a strong improvement of 400 basis points at 27%. Sugar operations showed a significant growth in EBITDA on account of improved realizations of sugar. Similarly, the overall EBITDA of engineering businesses also grew by 29% during this quarter when compared with the corresponding period of last year.

Finance cost & Depreciation

	Q1 FY 10	Q1 FY 09	% change
Finance cost	165.3	286.3	(42%)
Depreciation & Amortisation	226.2	217.4	4%

During the current quarter, the finance cost has shown a significant reduction on account of lower borrowings and borrowing cost. The total borrowings have come down from Rs. 8.34 billion as on 30th September 2009 to Rs. 7.84 billion as on 31st December 2009. The depreciation & amortization remained more or less at the same levels as the corresponding quarter of last year.

Profit before Tax and Profit after Tax

	Q1 FY 10	Q1 FY 09	% change
Profit before Tax (PBT)	1092	343	219%
PBT Margin (%)	22.4%	9.4%	
Profit after tax (PAT)	729.4	239.8	204%
PAT Margin (%)	15%	7%	

During Q1 FY 10, PBT registered a growth of 219% over the corresponding period last year with an improvement in margin by 13%, while PAT increased by 204% at Rs. 729.4 million.

Q1 FY 10: BUSINESS-WISE PERFORMANCE REVIEW

(all figures in Rs. million, unless otherwise mentioned)

Sugar business

Triveni is among the three largest players in the Indian sugar sector, with a present capacity of 61,000 TCD.

Performance

	2009-10 (Oct -Dec 09)	2008-09 (Oct - Dec 08)
Cane Crush (Million Tonnes)	1.47	1.79
Recovery (%)	8.70	8.90
Sugar Production incl raw sugar (000 Tonnes)	149.2	160.1

	Q1 FY 10	Q1 FY 09	Change(%)
Sugar despatches (000 MT)	92.09	126.34	(27)
Realisation price (Rs /MT)			
Free	30779	17697	
Average (Levy + Free)	30426	17371	75
Net sales	3185	2462	29
PBIT	689.3	308.1	24
PBIT margin (%)	21.6	12.5	12.5

On account of lower opening inventory and late start of crushing, the sugar dispatches for the current quarter have been lower by 27%. However, on account of higher sugar realizations, which showed an increase of 75%, the overall sales were higher by 29%. The sugar margins and profitability are also high during the current quarter when compared with the corresponding period of previous year.

The company started sugar cane crushing for SY 2010 from the third/ last week of November 2009 which was more or less at same time last season. The total sugar cane crush upto 31st December 2009 was 1.47 million tonnes. However, the recoveries were lower than the previous season. The company also processed the imported raw sugar during this period to augment the sugar supplies. Lower crush of sugar cane in the last quarter was on account of lower ratoon crop. With increased planting of sugar cane

during the last season, the cane availability from the plant crop, the availability of which should start shortly, is expected to be higher when compared with the previous season. Further, the yields and recoveries of the plant crop are also expected to be higher than previous season. Based on these factors, it is expected that the sugar cane crushing should be better than the previous season. Further, with the processing of imported raw sugar, the total sugar production for the company should be significantly higher than the previous year.

During the current season, even though the State Advised Price (SAP) of sugar cane for UP was fixed at Rs. 1650 per tonne for normal variety cane and Rs. 1700 per tonne for early maturing variety, the cane price being paid currently is much higher on account of lower availability of cane and competition from alternate sweeteners. The average landed cane cost for Q1 FY 10 was high at Rs. 2200 per tonne.

The estimates for country's sugar production for the current year are more or less at the same level as last year. With a gap of 7-8 million tonnes between the sugar production and consumption and much lower carry forward inventories, the sugar prices have shown significant movement during the quarter. The sugar prices, during this month also moved further up. The international sugar prices are also on the rise and are breaking the 25 – 30 year record. With a huge gap in supply demand domestically, the country needs imports to meet this deficit. As per the current estimates, the total amount of sugar contracted/ arrived till December 2009 has been over 4 million and the country will need further quantity to meet the domestic demand and also to maintain some inventory. With all these factors, we believe the sugar prices to remain firm at the current levels and any change in country's production estimates, international price movement etc. may have influence on the domestic prices going forward.

The global sugar scenario has also been grave as the supply demand deficit was approx. 10 million during 2008-09 and the estimated deficit at 6 -7 million for 2009-10. Brazil, the biggest sugar producer globally, experienced adverse climatic conditions which affected the sugar production adversely. The climatic conditions, on account of rains, resulted in difficulties for cane harvesting and therefore sugar production. Further, Brazil experienced one of the lowest recoveries of sugar from cane during this season. All

these factors, coupled with the sugar scenario in India, resulted in the steady rise in sugar prices globally, which is expected to continue in the coming quarters as well.

Co-generation business

Triveni's co-generation operation at Khatauli and Deoband supplies (exports) surplus power to the state grid after meeting its own captive requirements.

Performance

	Q1FY 10	Q1FY 09
Operational details		
Power Generated – (million units)	40.73	54.9
Power exported – (million units)	25.86	36.29
Financial details		
Net sales (Rs. million)	273	236
-Increase/(decrease)	16%	
PBIT (Rs. million)	56	65
-Increase/(decrease)	(14)	
PBIT margin (%)	20.5	27.5

Operating days and power generation for the current quarter was impacted by lower crush of sugar cane especially due to late start of crushing at Deoband sugar unit. On account of revision of tariff by UPPCL, the average realization of power for the quarter has been higher by 27% at Rs. 3.8 per unit. Co-generation facilities operations and performance will be linked with the performance of the sugar units and we expect the operations to improve with more availability of sugar cane.

Distillery Business

Triveni's 160 KLPD distillery is operating at very high capacity utilization and is currently producing rectified spirit, extra-neutral alcohol.

	Q1FY 10	Q1FY 09
Operational details		
Production (000 ltr)	7239	6041

Sales (000 ltr)	10479	5596
Avg. realization (ltr)	28.45	31.56
Financial details		
Net sales (Rs. million)	309	178
PBIT (Rs. million)	46	59
PBIT margin (%)	15	33

The performance of the distillery during current quarter has been significantly better with the increase in sales by 74%. However, the PBIT margin has been lower at 15% on account of lower average realization when compared with the corresponding quarter of the previous year.

Steam turbines business

Triveni is the domestic market leader, with a market share of over 75% for range upto 15 MW and has expanded the range upto 30 MW during the past couple of years. The unit is increasing its market share in the above 15 MW upto 30 MW range consistently. The Company's ability to provide high-tech precision engineered-to-order solutions has made it one of the most trusted names within the sector.

Performance

	Q1FY 10	Q1FY 09
Net Sales (Rs. million)	1162	872
-Increase/(decrease)	33%	
PBIT (Rs Million)	257	211
-Increase/(decrease)	22%	
PBIT margin (%)	22.1%	24.2%

The net sales for the quarter have been higher by 33% when compared with the corresponding period of last year. The PBIT also showed a growth of 22% with the margins remaining healthy at 22%. The focus on its high margin businesses of spares, refurbishment, servicing etc. is also yielding results and during the quarter and the share of such businesses in the total turnover has gone from 16.5% to 19% on an increased turnover.

The outstanding order book as on 31st December 2009 has been Rs. 5.28 billion, an increase of 7% from the September 2009 order book.

High speed gears and gearboxes business

This business manufactures high-speed gears and gearboxes upto 70MW capacity and speeds of 70,000 rpm. Triveni is the country's largest one-stop solutions provider in this sector, with over 60% overall market.

Performance

	Q1FY 10	Q1FY 09
Net Sales (Rs million)	180	115
-Increase/(decrease)	56%	
PBIT (Rs million)	55	38
-Increase/(decrease)	45%	
PBIT margin (%)	31%	33%

The Gears Business also showed excellent growth in both turnover and profitability when compared with the corresponding quarter of the previous year with a steady margin of 31%. The off-take from the OEMs has shown significant growth when compared with the corresponding quarter of previous year, which signifies the improved sentiments.

The order book position of this business as on 31st December 2009 remains encouraging at Rs 612 million. This when compared to the position at the end of 30th September 2009 has been higher by 12%.

Water business

This business is focused on providing world-class solutions in water and waste-water treatment to customers in industry as well as the municipal segment. This business is growing fast and has achieved a growth of 49% during FY 09 and also is ramping up its order book by getting into larger, high value and high technology projects and solutions. This business is gaining recognition in a high potential market as a supplier of superior quality products and services at competitive costs.

Performance

	Q1FY 10	Q1FY 09
Net Sales (Rs. Million)	229	147
-Increase/(decrease)	56%	
PBIT (Rs million)	29	17
-Increase/(decrease)	67%	
PBIT margin (%)	12.5%	11.7%

The performance of this business continued to show improvement during this quarter as well with the turnover and profitability growing by 56% and 67% respectively when compared with the corresponding quarter of the previous year. Further, the PBIT margins also showed an improvement at 12.5%. The turnover of this business depends primarily on account of booking of sales, which depends on the extent of completion of major high value projects that the company is currently undertaking. This will get evened out once we complete the projects and as such the turnover on a quarter to quarter basis could be lumpy. Hence the quarterly performance of these businesses is not comparable because of its very nature of execution of order book.

The outstanding order book as on 31st December 2009 was Rs. 2479 million which when compared with 30th September 2009 is higher by 24% and when compared with the corresponding quarter of the previous year, the increase has been over 40%. The company continues to get high value orders and during the current quarter, the unit received a high value order for a sewage treatment plant using high end technology in Delhi. Execution of all these will enable the unit to bid for much higher value projects in future and facilitate growth of this business.

Treated water is increasingly becoming a critical resource in large-sized industries and stringent environmental regulations are also mandating industries to treat waste water. At the same time, rising health consciousness is creating a demand for water treatment equipment in housing complexes and municipalities. These developments offer an attractive opportunity for the Company's water business which already has the necessary technological capability and know-how. The Company has been working in association with US Filter Wastewater Group Inc., part of Siemens AG. It has access to sophisticated technologies for high technology micro-filtration solutions and equipment for drinking water, process water and reuse applications. The company's foray in

desalination projects, initiation into product development for Tertiary Filtration in waste water recycling jobs etc., would further enable the unit to show growth in its order book and sales.

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UNAUDITED FINANCIAL RESULTS
FOR THE FIRST QUARTER ENDED 31ST DECEMBER 2009

Rs in lacs

Particulars	Quarter Ended		Year Ended
	31.12.09 Unaudited	31.12.08 Unaudited	30.09.09 Audited
1(a). Net Sales / Income from Operations	48724	36545	189481
(b). Other Operating Income	39	26	113
2. Expenditure			
a) (Increase)/Decrease in stock in trade and work in progress	(19677)	(15035)	21570
b) Consumption of raw materials	45291	33501	92775
c) Purchase of traded goods	35	58	160
d) Employees Cost	3741	3421	13496
e) Depreciation	2079	2051	7577
f) Other expenditure	5265	5412	19100
g) Off-Season expenses (Net)	1476	953	(1176)
h) Total	38210	30361	153502
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	10553	6210	36092
4. Other Income	349	79	1007
5. Profit before Interest & Exceptional Items (3+4)	10902	6289	37099
6. Interest Expense	1653	2863	11588
7. Profit after Interest but before Exceptional Items (5-6)	9249	3426	25511
8. Exceptional Items (Net Charge)	(1672)	-	1216
9. Profit (+)/ Loss(-) from Ordinary Activities before Tax	10921	3426	24295
10. Tax Expense (Net of MAT credit entitlement)	3627	1028	7317
11. Net Profit(+)/ Loss (-) from Ordinary Activities after Tax (9-10)	7294	2398	16978
12. Paid up Equity Share Capital (Face Value Re.1/-)	2579	2579	2579
13. Reserves excluding Revaluation Reserves			88066
14. Earning per share-Basic/Diluted (not annualised) as per - Accounting Standard (AS) 20 - Rs.	2.83	0.93	6.58
15. Public Shareholding			
- Number of shares	82557617	82207458	82557617
- Percentage of shareholding	32.01	31.88	32.01
16. Promoters and promoter group Shareholding			
a) Pledged / Encumbered			
- Number of Shares	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-
b) Non- encumbered			
- Number of Shares	175322533	-	175322533
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	-	100.00
- Percentage of shares (as a % of the total share capital of the company)	67.99	-	67.99

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
Rs in lacs

Particulars	Quarter Ended		Year Ended
	31.12.09 Unaudited	31.12.08 Unaudited	30.09.09 Audited
1. Segment Revenue [Net Sale/Income from each segment]			
(a) Sugar			
Sugar	31855	24621	125291
Co-Generation	2732	2355	9483
Distillery	3088	1781	5391
	37675	28757	140165
(b) Engineering			
Steam Turbine	11624	8718	47520
Gears	1803	1146	7329
Water	2294	1466	9974
	15721	11330	64823
(c) Others	313	328	1322
Total	53709	40415	206310
Less : Inter segment revenue	4985	3870	16829
Net Sales	48724	36545	189481
2. Segment Results [Profit (+) / Loss (-) before tax and interest]			
(a) Sugar			
Sugar	6893	3081	20229
Co-Generation	557	654	2014
Distillery	455	589	922
	7905	4324	23165
(b) Engineering			
Steam Turbine	2567	2112	11558
Gears	546	378	2439
Water	287	172	1483
	3400	2662	15480
(c) Others	37	-	29
Total	11342	6986	38674
Less : i) Interest Expense	1653	2863	11588
ii) Exceptional Items	(1672)	-	1216
iii) Other Unallocable Expenditure	440	697	1575
[Net of Unallocable Income]			
Total Profit Before Tax	10921	3426	24295
3. Capital Employed [Segment Assets - Segment Liabilities]			
(a) Sugar			
Sugar	125212	142425	118590
Co-Generation	20359	21623	19744
Distillery	11974	12020	12821
	157545	176068	151155
(b) Engineering			
Steam Turbine	3513	10732	8005
Gears	5247	3933	4961
Water	4803	2978	4437
	13563	17643	17403
(c) Others	166	304	245
Capital Employed in Segments	171274	194015	168803
Add : Unallocable Assets less Liabilities [including investments]	(71881)	(113441)	(76634)
Total	99393	80574	92169

Notes

1. In view of the seasonal nature of company's businesses, the performance results of the quarter may vary.
2. Exceptional items include a profit of Rs 6.72 crore on sale of long term trade investments and reversal of a provision of Rs. 10 crore made in the previous year which is no longer considered necessary.
3. The Board of Directors have approved the demerger of the Company's steam turbine business through an appropriate Scheme of Arrangement to be finalised under the provisions of Section 391–394 of the Companies Act, 1956.
4. The figures of previous periods under various heads have been regrouped to the extent necessary.
5. The above results were reviewed and recommended for adoption by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on January 19 and January 20, 2010 respectively. The statutory auditors have carried out a limited review of the financial results.
6. There were no investor complaints pending at the beginning of the quarter. The Company received 20 investor complaints during the quarter and all the complaints were resolved.

Place : Noida
Date : January 20, 2010

for TRIVENI ENGINEERING & INDUSTRIES LTD

Dhruv M Sawhney
Chairman & Managing Director