



DECCAN AVIATION LIMITED
 Regd. Office: 35/2, Cunningham Road, Bangalore – 560 052



FINANCIAL RESULTS FOR THE YEAR ENDED 30th JUNE, 2007

(Rs in lakhs)

Sl No	Particulars	Nine months ended 31.03.2007 (Subject to limited review)	Three months ended 30.06.2007 (Unaudited)	Three months ended 30.06.2006 (Unaudited)	Year to date figures for Current Period ended 30.06.2007 (Audited)	Previous Accounting Year ended 30.06.2006 (15 months) (Audited)
1	Net Income from Operations	127141	50314	39799	177455	123639
2	Other Income	35688	1088	3216	36776	11541
3	Total Income (1 + 2)	162829	51402	43015	214231	135180
4	Expenditure					
	a) Employees Remuneration & Benefits	18016	7163	5051	25179	17062
	b) Aircraft Fuel Expenses	71816	26134	22259	97950	62545
	c) Aircraft / Engine Lease Rentals	29722	10583	6999	40305	21623
	d) Aircraft / Engine Repairs & Maintenance	16078	6672	5526	22750	17756
	e) Airport Related Charges	22560	7236	6547	29795	19262
	f) Other Direct Operating Expenses	11947	4163	3386	16110	13277
	g) Selling, General & Administrative Expenses	10015	3113	2737	13127	10912
	h) Depreciation and Amortisation	3151	1241	673	4392	3228
	i) Total	183305	66305	53178	249608	165665
5	Interest and Finance Charges	3928	2312	868	6240	3195
6	Exceptional Items					
7	Profit/(Loss) from ordinary activities before Tax (3) - (4+5+6)	(24404)	(17215)	(11031)	(41617)	(33680)
8	Tax Expense	246	94	-5	341	375
9	Net Profit/(Loss) from ordinary activities after tax (7-8)	(24650)	(17309)	(11026)	(41958)	(34055)
10	Extraordinary items (net of tax expense Rs.)					
11	Net Profit/(Loss) for the period (9-10)	(24650)	(17309)	(11026)	(41958)	(34055)
12	Paid up Equity Share Capital [Face value of Rs 10/- each]	10025	13547	9818	13547	9818
13	Reserves excluding Revaluation Reserves	51531	102788	48503	102788	48503
14	Earnings Per Share (EPS)					
	a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year	(24.93)	(17.20)	(13.58)	(42.24)	(68.24)
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year	(24.93)	(17.20)	(13.58)	(42.24)	(68.24)
15	Public shareholding					
	- Number of shares				113307618	76019507
	- Percentage of shareholding				83.64%	77.43%

1

The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 27th September 2007.

2

The Company Operates in a single business segment i.e., of providing scheduled & unscheduled air transport services & operates only in India. Accordingly, no separate segment disclosures for primary business segment & geographical disclosures are required.

3

Clause 41 of the Listing Agreement -14 Complaints were received and disposed off during the quarter ended 30th June, 2007. There were no complaints outstanding at the beginning or at the end of the quarter.

4

The details of the Net IPO proceeds are as stated below:-

Particulars	Utilisation as projected in the Prospectus (Rs in lakhs)	Actuals as on 30th June 2007 (Rs in lakhs)
Setting up a training centre	6567	0
Setting up a hangar facility for basic and medium level maintenance checks at Chennai	4002	645
Setting up infrastructure at airports	1708	566
Market Development Initiatives	4522	2307
Debt Repayment	13275	4724
General Corporate Purposes	4195	9297
Issue Expenses	2059	2078
Total	36328	19616

In view of certain identified and realised savings in certain items of planned uses of the IPO proceeds, the resultant savings have been transferred to General Corporate Purposes. Pending utilisation as at 30th June, 2007, balance funds have been placed in term deposits with banks.

- 5 During the previous financial year, the Company's treatment of certain deferred expenses were subject to qualifications by the statutory auditors and such qualification continues for the current quarter also. As a result, the profit for the current quarter is understated by Rs. 0000 lakhs.
- 6 Pursuant to the clarification by ICAI regarding applicability of Accounting Standard 15 (Revised) on Employee benefits for accounting periods commencing on or after 07.12.2006, company has decided to defer application of AS 15 (Revised) to next financial year.
- 7 During the period, the Company has allotted 1963640 Equity shares of Rs. 10/- each at a premium of Rs 140/- per share and 3522231 Equity shares of Rs 10/- each at a premium of Rs 145/- per share to Kingfisher Radio Ltd. on preferential basis. The paid up capital of the Company stands increased to Rs.135,47,01,180/-
- 8 Previous year figures are for the period of 15 months from 01.04.2005 to 30.06.2006 and current year figures are for a period of 12 months from 01.07.2006 to 30.06.2007 and hence are not comparable.

for DECCAN AVIATION LIMITED

Place: Bangalore
Date: 27th September, 2007

Capt G.R.Gopinath
Managing Director