



**Kingfisher Airlines Limited**  
Registered Office : The UB Group, UB Tower, Level 12, UB City,  
24 Vittal Mallya Road, Bangalore - 560 001, India.  
Unaudited Financial Results for the quarter ended June 30, 2009



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Particulars	(Rs. in Lacs)		
	Quarter ended June 30, 2009 (Unaudited)	Quarter ended June 30, 2008 (Unaudited)	Year ended March 31, 2009 (Audited)
<b>1. Income from Operations</b>	131,353.69	139,766.18	526,917.07
<b>2. Expenditure</b>			
a. Employee Costs	15,625.83	20,757.23	82,385.23
b. Aircraft Lease Rental	29,672.31	25,000.98	118,513.22
c. Aircraft Fuel	41,394.98	88,744.79	260,262.08
d. Other Operating Expenses	56,420.11	63,314.67	258,493.07
e. Depreciation	3,312.20	3,201.80	13,320.04
f. Maintenance Rent reversed	-	(52,622.59)	(53,082.44)
<b>3. Loss from Operations before Interest and Exceptional Item (2-1)</b>	<b>15,071.74</b>	<b>8,630.70</b>	<b>152,974.13</b>
4. Other Income	1,077.47	697.77	30,830.25
<b>6. Loss before interest and Exceptional item (3 - 4)</b>	<b>13,994.27</b>	<b>7,932.93</b>	<b>122,143.88</b>
6. Interest Expense	17,041.86	11,014.06	59,623.19
<b>7. Loss after interest but before Exceptional Item (5 + 6)</b>	<b>31,036.13</b>	<b>18,946.99</b>	<b>191,767.07</b>
8. Exceptional Item	1,325.77	-	23,753.54
<b>9. Loss from Ordinary Activities before Tax (7 + 8)</b>	<b>32,361.90</b>	<b>18,946.99</b>	<b>215,520.61</b>
10. Tax Expense			
- Current Tax	-	-	-
- Deferred Tax Asset	(8,090.48)	(3,494.40)	(55,887.62)
- Fringe Benefit Tax	-	334.33	1,250.00
<b>11. Loss from Ordinary Activities after Tax (10 + 11)</b>	<b>24,271.42</b>	<b>15,786.92</b>	<b>160,882.99</b>
12. Paid-up Equity Share Capital (face value of Rs. 10/- each)	26,590.89	13,586.82	26,590.89
13. Reserves	N.A.	N.A.	(248,825.44)
14. Earnings per Share - Basic and Diluted			
- Before exceptional item	(8.80)	(11.62)	(65.28)
- After exceptional item	(9.13)	(11.62)	(72.33)
15. Public Shareholding			
- Number of Shares	89,690,958	68,295,622	104,808,279
- Percentage of Shareholding	33.73%	50.27%	33.73%
16. Promoter and Promoter Group Shareholding			
a) Pledged/ Encumbered			
- Number of Shares	116,472,231		116,472,231
- Percentage of Shareholding (as a % of the total shareholding of the promoter and promoter group)	66.10%		66.10%
- Percentage of Shareholding (as a % of the total share capital of the company)	43.80%		43.80%
b) Non Encumbered			
- Number of Shares	59,745,694		59,745,694
- Percentage of Shareholding (as a % of the total shareholding of the promoter and promoter group)	33.90%		33.90%
- Percentage of Shareholding (as a % of the total share capital of the company)	22.47%		22.47%

**Notes:**

- The above financial results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on July 28, 2009 and shall be subject to a limited review by the Statutory Auditors of the Company.
- 1 investor complaint from investors received and disposed off during the quarter ended June 30, 2009. There were no investor complaints outstanding at the beginning or at the end of the quarter.
- The Board of Directors of the Company are yet to finalize the Employees Stock Option Plan in respect of the employees of the Commercial Airline Division Undertaking of Kingfisher Training Aviation and Services Limited (formerly known as 'Kingfisher Airlines Limited').
- The company has international operations. However the aggregate turnover of these operations does not exceed 10% of the total turnover of the company and hence no disclosure of geographical segment information is made.
- Deferred Tax Asset is recognized on account of unabsorbed depreciation and business losses for the three months ended June 30, 2009 aggregating to Rs. 8,090.48 Lacs. The management is of the opinion that there is a virtual certainty supported by convincing evidence against which such deferred tax will be realized.
- Previous quarter/ period figures have been reclassified to confirm current quarter/ period presentation, wherever applicable.

By Authority of the Board

Dr. Vittal Mallya  
Chairman & CEO

Bangalore  
July 28, 2009

## Press Release

**Bangalore, July 28, 2009:** Kingfisher Airlines is pleased to report significantly improved operating performance in Q1 FY10.

The company emerged as a clear market leader in the domestic industry with a market share of 25.3% of passengers flown in the country despite a 23% cut back in capacity deployed in response to changing economic conditions. Notwithstanding the sharp cut in capacity, revenue at Rs 1314 crores is only 6% lower than the corresponding previous quarter on account of higher yields.

The combination of higher realization on the domestic sector where RASK has increased 12% on an average and more benign operating conditions together with stringent cost control measures have enabled the company to earn a positive EBITDAR of Rs 254 crores in the quarter as against a comparable loss of Rs 324 crores (excluding impact of maintenance reserve write back in the previous year) in the corresponding quarter of the previous financial year.

At EBITDA level for Q1 FY 10, domestic operations earned an operating profit of Rs 18 crores as compared to a loss of Rs 574 crores in Q1 FY09. However, on overall basis the company has incurred an EBITDA loss of Rs 107 crores, including the losses associated with the recent start up of international operations. Kingfisher Airlines has been able to

take advantage of its flexible fleet and a network plan to react quickly to emerging market conditions. Not only have 11 aircraft been returned as compared to the previous year, but also aircraft deliveries have been postponed. Over 70% of the company's network, particularly on non-metro sectors now offer single class, low-fare options whilst Kingfisher's award winning full-service flights operate primarily on metro sectors.

Kingfisher offerings across all classes however, continue to be at the leading edge of customer satisfaction both in terms of frequency as well as in terms of in-flight service delivery. The company's frequent flier program KING CLUB has been singled out for recognition for best customer service in the widely recognized International Freddie Awards.

The company continues to not only have the widest domestic network with 380 flights daily connecting 65 stations in India, but also continues with a calibrated approach to international destinations. Bangalore-Dubai and Kolkata-Dhaka are the two international sectors added during the quarter, both using single-aisle aircraft, thereby increasing the block hour usage of the same metal that is deployed on domestic routes.

The Board today also decided to appoint merchant bankers with a view to expeditiously raising up to Rs 500 crores of equity through a Rights Issue or Follow On Public offering or a placement of depository receipts.