

**Total Income
up 48%**

**Net Profit
up 206%**

BLUE STAR LIMITED



Registered Office: Kasturi Buildings, Mohan T. Advani Chowk,
Jamshedji Tata Road, Mumbai 400 020.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2007

(Rs. in lakhs)

Particulars	Quarter Ended		Year Ended
	30-06-2007	30-06-2006	31-03-2007 (Audited)
Sales, Work bills & Services	45861	30850	157833
Commission	364	382	2295
Other Income	7	49	613
Total Income	46232	31281	160741
Total Expenditure	42433	29648	148436
(Increase)/Decrease in Stock in trade	(2524)	(2544)	(3824)
Consumption of Raw Materials	38423	27172	128093
Staff Cost	3324	2236	12286
Other Expenditure	3210	2784	11881
Interest	224	202	955
Depreciation	498	429	2090
Profit Before Tax	3077	1002	9260
Provision for Taxation	800	224	2140
Deferred Tax (Asset)/Liability for the year	10	13	(254)
Fringe Benefit Tax	35	35	255
Net Profit	2232	730	7119
Paid-up Equity Share Capital of Rs.2 each	1799	1799	1799
Reserves			19498
Earnings Per Share (Rs.) (not annualised)	2.48	0.81	7.91

NOTES:

- The above results have been subject to 'Limited Review' by the statutory auditors, reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on July 25, 2007.
- In accordance with AS 15 (Revised 2005) requirements on Employee Benefits issued by the Institute of Chartered Accountants of India, effective April 1, 2006, the Company has made a provision amounting to Rs.375 lakhs (PY : Nil) for the quarter ended 30.6.2007, towards payment of performance incentives, to be made within the next one year.
- The Company has, effective April 1, 2007, taken the following decisions in respect of allocation of certain expenses to the segments :
 - Apportion Advertisement expenses incurred exclusively for Corporate Brand Building purposes to the Corporate office and include them under "Other Unallocable Expenditure" as against the earlier practice of apportioning them to the individual segments.
 - Apportion expenses provided on account of Leave encashment, Superannuation and Gratuity to the respective segments as against the earlier practice of apportioning them under Corporate expenses as "Other Unallocable Expenditure".
 Consequently, this has necessitated making the following adjustments:
 - An amount of Rs.565 lakhs incurred on account of Corporate Brand Building for the quarter ended 30.6.2007 has been grouped under "Other Unallocable Expenditure". Similarly, amounts relating to the corresponding period 30.6.2006 and 31.3.2007 respectively of Rs.638 lakhs and Rs.1047 lakhs are regrouped suitably for facilitating comparison.
 - An amount of Rs.402 lakhs representing Leave encashment, Superannuation and Gratuity expenses has been apportioned to the segments (Rs.264 lakhs and Rs.971 lakhs for the periods ended 30.6.2006 and 31.3.2007 respectively).
- During the quarter ended June 30, 2007, the Company received and disposed of 26 investor complaints. No complaints were pending as at the beginning and at the end of the quarter.

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED JUNE 30, 2007

(Rs. in lakhs)

Description	Quarter Ended		Year Ended
	30-06-2007	30-06-2006	31-03-2007 (Audited)
I. SEGMENT REVENUE			
i. Central and Packaged Airconditioning Systems	27704	18637	112427
ii. Cooling Products	15828	11176	37278
iii. Professional Electronics and Industrial Systems	2693	1419	10423
iv. Residual	-	-	-
TOTAL SEGMENT REVENUE	46225	31232	160128
Less: Inter Segment Revenue	-	-	-
NET SALES/INCOME FROM OPERATION	46225	31232	160128
II. SEGMENT RESULT			
PROFIT/(LOSS) BEFORE INTEREST & TAX			
i. Central and Packaged Airconditioning Systems	2812	1757	10286
ii. Cooling Products	1649	941	2544
iii. Professional Electronics and Industrial Systems	491	101	1923
iv. Residual	-	-	-
TOTAL SEGMENT RESULT	4952	2799	14753
Less:			
i. Interest	224	202	955
ii. Other un-allocable Expenditure net of un-allocable Income	1651	1595	4538
TOTAL PROFIT BEFORE TAX	3077	1002	9260
III. CAPITAL EMPLOYED: (Segment Assets - Segment Liabilities)			
i. Central and Packaged Airconditioning Systems	17322	16550	15391
ii. Cooling Products	10418	10763	11383
iii. Professional Electronics and Industrial Systems	3516	1966	3006
iv. Residual	-	-	-
TOTAL CAPITAL EMPLOYED IN SEGMENTS	31256	29279	29780
Add : Un-allocable Corporate Assets less Liabilities	192	1891	1073
TOTAL CAPITAL EMPLOYED IN THE COMPANY	31448	31170	30853

For BLUE STAR LIMITED

Sd/-

Date : July 25, 2007
Place : Mumbai

www.bluestarindia.com

ASHOK M ADVANI
Chairman & Managing Director