

## **Punj Lloyd announces award of Rs 860 million multi-speciality hospital building structure project and updates financial information**

**New Delhi, February 27, 2006**

Punj Lloyd Limited, one of India's largest engineering construction companies with significant international presence, has been awarded a Rs 860 million building structure project by Global Health Private Limited which is setting up a high end, multi-speciality Institute of Integrated Medical Sciences and Holistic Therapies in New Delhi.

The project, which is being designed to international standards, is expected to be completed within 14 months. Including this project, until February 26, 2006, the company has been awarded new contracts worth Rs 18,374 million since September 30, 2005.

As of February 26, 2006, the company had an order backlog (Unexecuted value of orders as on Sept 30,2005 plus the new orders received till February 26,2006) of over Rs 48,367 million. These projects are in the oil and gas and infrastructure sectors including highways and power. The projects being executed by the Company in the oil and gas sector are progressing satisfactorily. However, the road projects undertaken by the company in Assam and one in Rajasthan, constituting about 25% of the order backlog, are facing delays owing to non-availability of right of way. These temporary delays would result in a shift in the revenues and consequent profitability from these projects to the next financial year.

Punj Lloyd is, however, confident that if the right-of-way issues are resolved shortly, the company believes it will be in a position to expedite the completion of the projects within the overall scheduled time of approximately 30 months.

The company is currently working on several projects in the Middle East, the Caspian, the Asia Pacific and South Asia.

### **About Punj Lloyd**

Punj Lloyd Limited is an Indian engineering construction company providing turnkey solutions in the global market for onshore and offshore pipelines, cryogenic tanks and terminals, process plants, highways, bridges, railways and infrastructure services, turnkey solutions for telecom, plant & facility management and power plants. With the single-minded dedication to world standards of quality, safety, health and environment, PLL has, developed a client list that is impressive. The company's quality certifications include ISO-9001, ISO-14001, and OHSAS-18001. The spirit of the PLL Quality Commitment underlines the fact that the company is geared towards achieving " maximum possible customer satisfaction, with unerring regularity, on a lasting basis".

## **Cautionary Statement concerning Forward looking Statement**

Except for historical information contained herein, this news release contains forward-looking statements that involve risks and uncertainties. Actual results may differ materially. Factors that might cause a difference include, but are not limited to, general economic and business conditions in India; the company's ability to successfully implement its strategy, its research and development efforts, growth and expansion plans and technological changes; changes in the value of the Rupee and other currency changes; and changes in the Indian and international interest rates. Punj Lloyd Limited will not update these forward-looking statements to reflect events or circumstances after the date hereof. More detailed information about potential factors that could affect Punj Lloyd Limited's financial results is included in the documents it files from time to time with the Indian securities regulatory authorities.

The shares of Punj Lloyd Limited have been offered outside India only to qualified institutional buyers in reliance on Rule 144A under the Securities Act of 1933, as amended (the "Securities Act"), and outside the United States pursuant to Regulation S of the Securities Act. The shares have not been registered under the Securities Act and may not be offered or sold in the United States or to a U.S. person absent registration or an applicable exemption from registration requirements.

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