

PRESS RELEASE

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L&T to expand capacity of Ahmednagar factory

CMD lays foundation of new Switchboard plant

Ahmednagar, September 21, 2006:

largest engineering and technology organization in the private sector, today took a big step towards expansion of capacity for its Electrical & Electronics Division (EBG) at its facility at MIDC in Ahmednagar.

. Naik and President Operations & Member of the Board, Mr. R. N. Mukhija, visited the Ahmednagar facility for groundbreaking of its Switchboard factory. Mr. Naik laid the foundation of Switchboard manufacturing plant that will have a constructed area of more than 250,000 sq. feet.

The construction of 150,000 sq feet factory will be completed by the middle of financial year 2007-08. It is expected to generate revenue of Rs. 150 crore in the first year of operation and will employ more than 100 direct and 300 indirect people. This factory, over a period of 4-5 years, is expected to generate revenue of Rs. 350 crore and would generate both, direct and indirect employment for 1000 people.

Under its plans of growing building electrical business, the Modular Devices factory has already started fier r944 l62B(1)-1171 70.944tTE 000ring4tTEftt for

path. All our initiatives and investments are directed towards making the organization a true Indian multinational and adding continuous value for