

PRESS RELEASE

XL TELECOM & ENERGY LIMITED

**Revenues of RS.4.73 Billion for the Nine Months ended
31.03.2008**

Net Profit at Rs288.23 Million for the Nine Months.

Nine Months Results for the period ended 31.03.2008

XL TELECOM & ENERGY LIMITED (“XL”), a NSE and BSE listed entity (BSE: XLTELENE; NSE: XLTL) with focus in TELECOM and ENERGY sectors reported Revenues of Rs. 4,733 million for the Nine Months ending 31.03.2008 and the Net Profit for the same period is at Rs.288.23 million. The Telecom Segment has contributed Rs.200.57 millions, while Energy segment contributed about Rs.1,522.18 million out of the total Gross revenues.

Overall Revenues of the Company at Rs.4,733 Million, showed a growth of 22.65% over previous year revenues of Rs.3,859 Million. Energy Segment contributed significantly for the growth by achieving Rs.2,374 million showed a growth of 236% over previous year Energy Segment revenues of Rs.706 Million.

The Net Profit of the company for the first Nine-months is Rs.288.23 million. Compared to the previous first Nine Months Net Profit of Rs.155.23 Million, the company has recorded an impressive growth of 86%. This growth has been made possible due to higher margins in Energy Business.

3rd Quarter Results

XL TELECOM & ENERGY LIMITED reported Revenues of Rs.1,726.88 million for the Third Quarter ending 31.03.2008 and the Net Profit for the same period is at Rs.141.37 million. The Telecom Segment has contributed Rs.200.57 millions, while Energy segment contributed about Rs.1,522 million out of the total Gross revenues.

Overall Revenues of the Company at Rs.1,722.98 Million, showed a growth of 27.42% over previous year revenues of Rs.1,352.25 Million. Energy Segment contributed significantly for the growth by achieving Rs.1,522.18 million showed a growth of 508% over previous year revenues of Rs.250.12 Million largely due to Solar Module Sales.

The Net Profit of the company for the Third Quarter is Rs.141.37 million. Compared to the previous year third quarter Net Profit of Rs.57.95 Million, the company has recorded an impressive growth of 144%. This growth has been made possible due to higher margins in Energy Business.

Mr.Dinesh Kumar, Managing Director said "XL has had a very good Quarter and is poised to continue its growth trend during the current year. The expansion of capacity in solar module division and back ward integration project of Solar Cell Manufacturing is on schedule and the work is going on smoothly. Similarly the Distillery Project in the subsidiary is also on track. The Company is entering into Power Generation through Solar Energy in its subsidiary Saptashva with its first 3 MW in Spain to be established by Sep 2008. These initiatives shall make us leaders in each area in terms of capacity, technology and revenue potential in the next 12 months."

Growth Plans

XL has good order book of over Rs. 2 Billion in Ethanol Division for supplies to be effected till 2010 March and Rs.5.75 Billion in Solar Division for Export of Modules. These orders collectively add up to Rs. Rs.7.75 Billion as on date. XL has also initiated several projects, which would ensure continued growth of the company both in terms of Revenues and Net profits.

For XL Telecom & Energy Limited

Dinesh Kumar
Managing Director

Disclaimer: subject to normal market risks

Enclosure : Results