

PRESS RELEASE

MUMBAI, 23RD JANUARY 2009

- **AVON CORPORATION LTD.'S NET PROFIT Rs. 173.50 LACS FOR Q3**
- **COMPANY QUALIFIES FOR ISO 9001:2000 CERTIFICATION**
- **PANKAJ SARAIYA, MD OF AVON RECEIVED "GIRNAR AWARD" FROM BRUHAD MUMBAI GUJARATI SAMAJ**

Avon Corporation Ltd. a leading manufacturer and distributor of weighing scales has shown impressive results for the quarter ended 31st December 2008. The total sales of the company for the third quarter was Rs. 1051.88 lacs and profit after tax was Rs. 173.50 lacs. The company got listed during June 2008.

For the nine months ended on 31st December 2008, the total sales of the company was Rs. 5221.83 lacs and net profit after tax (PAT) was Rs. 441.10 lacs.

During the financial year of 2007-08, the total sales turnover of the company was Rs. 5052.34 lacs and PAT was Rs. 186.39 lacs. Thus, the PAT of the company for the first three quarter this year was more than the entire profit of the company for the year 2007-08.

Company's profit before tax (PBT) for the period ending on 31st December 2008 was Rs. 516.87 lacs as compared to last year PBT of Rs. 274.93 lacs as on 31st March 2008. EPS for nine months was Rs. 2.66. For the year ending 31st March 2009, the company is expecting around 50 to 60% growth in sales and around 130 to 140% growth in year end profit.

Avon Corporation Ltd. recently received ISO 9001:2000 certification.

Mr. Pankaj Saraiya, Managing Director of Avon Corporation Ltd. was honoured with "Girnar Award" from Bruhad Mumbai Gujarati Samaj. On the eve of 22nd January 2009, Mr. Arun Gujarati, Former President of Legislative Assembly presented this award to Mr. Pankaj Saraiya in a special function held in Mumbai.

Avon Corporation Ltd. is setting up a state of the art manufacturing unit at Baddi, Himachal Pradesh for the manufacture of digital & mechanical weighing balances, kitchen scales etc. This unit will commence commercial production within a month. The company is an authorized dealer for Kern & Sohn GMBH of Germany and TANITA Corporation of Japan.

Healthcare being the fastest emerging sector globally, Avon with its first- rate manufacturing capability, plans to enhance its product offerings to seize this opportunity in Hospitals, Retail, Gifting, Hotels and Healthcare & Fitness industries. This activity will be further aided by creating awareness on the subject of weighing and health related issues. Further more, Company also plans to expand its operating network globally.