



PRESS RELEASE

Issued by Corporate Communications Department
LARSEN & TOUBRO LIMITED
L&T House, Ballard Estate, Mumbai 400 001

Tel: 22685786 (Direct), 22685656 Ext: 772/851
Fax: 91-22-22685607/ 8
E-mail: jkp-ccd@lth.ltindia.com

L&T-Demag's New Manufacturing Facility in Chennai

Chennai, October 1, 2005: The new manufacturing facility of plastics machinery major L&T-Demag Plastics Machinery Limited, located at Chembarambakkam in Chennai, will be inaugurated jointly by Mr. A. M. Naik, Chairman & Managing Director of Larsen & Toubro Limited (L&T), and Mr. Pepyn René Dinandt, Chairman of Mannesmann Plastics Machinery Group, on October 2, 2005.

Established in 2001, L&T-Demag is a 50:50 joint venture of L&T and Demag Ergotech GmbH (a part of Mannesmann Plastics Machinery Group), Germany. The company earlier had its manufacturing facilities at Manapakkam in Chennai. L&T-Demag is a leading manufacturer of plastics injection moulding machines with the latest technology for domestic and export markets.

The new factory was set up at an investment of around Rs. 25 crores. It is equipped with advanced technology for design, manufacture and testing of plastics injection moulding machines. Its 600 machines per year capacity will be soon expanded to 1000 machines in the near future. A significant portion of the expected revenue of around Rs. 300 crores will be earned from exports.