



**UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2007**

I. CONSOLIDATED RESULTS :

| | Three Months ended 30th June 2007 | Three Months ended 30th June 2006 | Full Year ended 31st March 2007 (Audited) |
|--|---|---|--|
| Net Sales / Income from Operations | 4,062.85 | 3,212.62 | 14,173.79 |
| Other Income | 101.42 | 49.19 | 245.64 |
| Expenditure : | | | |
| - Decrease / (Increase) in Stock | 30.20 | 5.08 | 33.07 |
| - Raw Material Consumed | 817.51 | 595.87 | 2,821.58 |
| - Purchases of Finished Goods | 9.34 | 25.89 | 74.83 |
| - Payment to & Provision for Employees | 171.62 | 161.00 | 672.98 |
| - Power & Fuel | 659.76 | 579.70 | 2,472.45 |
| - Freight , Handling & Other Expenses | 575.02 | 496.59 | 2,107.23 |
| - Other Expenditure | 531.66 | 425.12 | 1,947.21 |
| Total Expenditure | 2,795.11 | 2,289.25 | 10,129.35 |
| Interest | 55.96 | 52.86 | 228.64 |
| Gross Profit | 1,313.20 | 919.70 | 4,061.44 |
| Depreciation | 158.65 | 141.75 | 609.97 |
| Profit before Exceptional Items and Tax Expenses | 1,154.55 | 777.95 | 3,451.47 |
| Exceptional Items | | | |
| Profit before Tax Expenses | 1,154.55 | 777.95 | 3,451.47 |
| Provision for Current Tax | (322.98) | (247.72) | (1,097.14) |
| Provision for Deferred Tax | (32.72) | 5.55 | 5.07 |
| Net Profit | 798.85 | 535.78 | 2,359.40 |
| Less : Minority Share | 129.61 | 100.53 | 391.50 |
| Add: Share in Profit/ (Loss) of Associates | 0.43 | | (0.40) |
| Net Profit (After Minority's Share) | 669.67 | 435.25 | 1,967.50 |
| Paid up Equity Share Capital (Face Value Rs. 10 per share) | 91.69 | 91.69 | 91.69 |
| Reserves excluding Revaluation Reserve | | | 6,538.05 |
| Basic & Diluted EPS for the period (Rupees) | 73.04 | 47.47 | 214.58 |

II. STANDALONE RESULTS :

| | Three Months ended 30th June 2007 | Three Months ended 30th June 2006 | Full Year ended 31st March 2007 (Audited) |
|--|---|---|--|
| Net Sales / Income from Operations | 2,444.79 | 1,891.73 | 8,675.69 |
| Other Income | 67.74 | 37.47 | 209.66 |
| Expenditure : | | | |
| - Decrease / (Increase) in Stock | 14.22 | 15.11 | 16.44 |
| - Raw Material Consumed | 627.41 | 463.84 | 2,219.32 |
| - Purchases of Finished Goods | 33.08 | 68.17 | 321.16 |
| - Payment to & Provision for Employees | 116.33 | 113.03 | 459.40 |
| - Power & Fuel | 324.16 | 264.50 | 1,196.14 |
| - Freight , Handling & Other Expenses | 281.07 | 230.26 | 1,015.16 |
| - Other Expenditure | 256.39 | 223.29 | 1,038.72 |
| Total Expenditure | 1,652.66 | 1,378.20 | 6,266.34 |
| Interest | 28.47 | 23.76 | 111.84 |
| Gross Profit | 831.40 | 527.24 | 2,507.17 |
| Depreciation | 85.00 | 74.09 | 317.91 |
| Profit before Exceptional Items and Tax Expenses | 746.40 | 453.15 | 2,189.26 |
| Write back of provision for diminution in value of loans | | - | 37.10 |
| Profit before Tax Expenses | 746.40 | 453.15 | 2,226.36 |
| Provision for Current Tax | (205.70) | (139.05) | (692.38) |
| Provision for Deferred Tax | (29.04) | (2.20) | 1.83 |
| Net Profit | 511.66 | 311.90 | 1,535.81 |
| Paid up Equity Share Capital (Face Value Rs. 10 per share) | 91.69 | 91.69 | 91.69 |
| Reserves excluding Revaluation Reserve | | | 6,134.46 |
| Basic & Diluted EPS for the period (Rupees) | 55.80 | 34.02 | 167.50 |

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III. SEGMENT REPORTING - CONSOLIDATED

| | Rs. in Crores | | |
|---|---|---|--|
| | Three Months ended 30th June 2007 | Three Months ended 30th June 2006 | Full Year ended 31st March 2007 (Audited) |
| 1. SEGMENT REVENUE | | | |
| a Fibre & Pulp | 818.00 | 525.02 | 2,725.25 |
| b Cement | 2,827.66 | 2,341.20 | 9,957.75 |
| c Sponge Iron | 218.99 | 175.36 | 751.14 |
| d Chemicals | 92.27 | 71.80 | 319.00 |
| e Textiles | 57.93 | 56.83 | 270.96 |
| f Others | 95.86 | 68.11 | 326.93 |
| TOTAL | 4,110.71 | 3,238.32 | 14,351.03 |
| (Less) : Inter Segment Revenue | (47.86) | (25.70) | (177.24) |
| Net Sales / Income from Operations | 4,062.85 | 3,212.62 | 14,173.79 |
| 2. SEGMENT RESULTS | | | |
| a Fibre & Pulp | 222.28 | 95.36 | 671.74 |
| b Cement | 868.02 | 678.40 | 2,767.03 |
| c Sponge Iron | 26.56 | 5.84 | 50.39 |
| d Chemicals | 22.25 | 13.39 | 60.05 |
| e Textiles | (1.84) | (0.13) | (4.63) |
| f Others | 26.17 | 12.18 | 62.61 |
| TOTAL | 1,163.44 | 805.04 | 3,607.19 |
| Add / (Less) : | | | |
| Interest | (55.96) | (52.86) | (228.64) |
| Net Unallocable Income / (Expenditure) | 47.07 | 25.77 | 72.92 |
| Profit before Exceptional Items and Tax Expenses | 1,154.55 | 777.95 | 3,451.47 |
| Exceptional Items | | | |
| Profit Before Tax Expenses | 1,154.55 | 777.95 | 3,451.47 |
| 3. CAPITAL EMPLOYED | | | |
| a Fibre & Pulp | 1,431.45 | 1,181.90 | 1,428.47 |
| b Cement | 9,547.91 | 7,138.59 | 8,913.85 |
| c Sponge Iron | 557.76 | 566.53 | 552.21 |
| d Chemicals | 294.28 | 268.07 | 304.49 |
| e Textiles | 135.62 | 95.22 | 126.17 |
| f Others | 544.25 | 349.15 | 517.88 |
| TOTAL | 12,511.27 | 9,599.46 | 11,843.07 |
| g Unallocated Corporate Capital Employed | 1,821.68 | 1,230.40 | 1,681.16 |
| TOTAL CAPITAL EMPLOYED | 14,332.95 | 10,829.86 | 13,524.23 |

IV. SEGMENT REPORTING - STANDALONE

| | Three Months ended 30th June 2007 | Three Months ended 30th June 2006 | Full Year ended 31st March 2007 (Audited) |
|--|---|---|--|
| 1. SEGMENT REVENUE | | | |
| a Fibre & Pulp | 707.73 | 446.36 | 2,327.63 |
| b Cement | 1,414.75 | 1,167.08 | 5,172.66 |
| c Sponge Iron | 218.99 | 175.36 | 751.14 |
| d Chemicals | 92.27 | 71.80 | 319.00 |
| e Textiles | 57.93 | 56.83 | 270.96 |
| TOTAL | 2,491.67 | 1,917.43 | 8,841.39 |
| (Less) : Inter Segment Revenue | (46.88) | (25.70) | (165.70) |
| Net Sales / Income from Operations | 2,444.79 | 1,891.73 | 8,675.69 |
| 2. SEGMENT RESULTS | | | |
| a Fibre & Pulp | 236.20 | 97.92 | 638.42 |
| b Cement | 444.66 | 334.15 | 1,448.21 |
| c Sponge Iron | 26.56 | 5.84 | 50.39 |
| d Chemicals | 22.25 | 13.39 | 60.05 |
| e Textiles | (1.84) | (0.13) | (4.63) |
| f Others | (0.03) | (0.03) | - |
| TOTAL | 727.80 | 451.14 | 2,192.44 |
| Add / (Less) : | | | |
| Interest | (28.47) | (23.76) | (111.84) |
| Net Unallocable Income / (Expenditure) | 47.07 | 25.77 | 108.66 |
| Profit before Exceptional Items and Tax Expenses | 746.40 | 453.15 | 2,189.26 |
| Write back of provision for diminution in value of loans | | | 37.10 |
| Profit Before Tax Expenses | 746.40 | 453.15 | 2,226.36 |
| 3. CAPITAL EMPLOYED | | | |
| a Fibre & Pulp | 1,226.44 | 1,047.89 | 1,210.72 |
| b Cement | 3,420.27 | 2,121.91 | 3,076.68 |
| c Sponge Iron | 557.76 | 566.53 | 552.21 |
| d Chemicals | 294.28 | 268.07 | 304.49 |
| e Textiles | 135.62 | 95.22 | 126.17 |
| f Others | 0.92 | 1.06 | 1.21 |
| TOTAL | 5,635.29 | 4,100.68 | 5,271.48 |
| g Unallocated Corporate Capital Employed | 4,639.02 | 3,773.41 | 4,492.67 |
| TOTAL CAPITAL EMPLOYED | 10,274.31 | 7,874.09 | 9,764.15 |

V. NOTES

- 1 Consolidated Results have been prepared in accordance with Accounting Standard on Consolidated Financial Statements (AS-21), Accounting Standard on Accounting for Investments in Associates (AS-23), and Accounting Standard on Financial Reporting of Interest in Joint Ventures (AS-27) issued by the Institute of Chartered Accountants of India (ICAI).
- 2 Segments have been identified in line with the Accounting Standard on Segment Reporting (AS-17), taking into account the organisational structure as well as differential risks and return of these segments. Details of products included in each of the above segments are as under:

| | |
|--------------|--|
| Fibre & Pulp | - Viscose Staple Fibre & Wood Pulp |
| Cement | - Grey & White Cement |
| Sponge Iron | - Sponge Iron |
| Chemicals | - Caustic Soda & Allied Chemicals |
| Textiles | - Fabric & Yarn |
| Others | - Mainly Telecom (in consolidated results) |
- 3 No investor complaint was pending at the beginning of the quarter. During the quarter, ten complaints were received, all of which have been attended by the Company and no complaints were pending at the end of the quarter.
- 4 The Board of Directors have approved sale/ transfer of Company's textile units at Bhiwani, subject to shareholders' and other requisite approvals, to a new wholly owned subsidiary company which is being incorporated.
- 5 Previous period's figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.
- 6 The above Unaudited results for the quarter ended 30th June, 2007 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at the meeting held on 28th July, 2007. The limited review, as required under Clause 41 of Listing Agreement has been completed by the auditors of the Company and the related report is being submitted to the concerned Stock Exchanges.

For and on behalf of Board of Directors

Place : Mumbai
Date : 28th July, 2007

D. D. Rathi
Whole-time Director

GRASIM INDUSTRIES LIMITED

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