



**AUDITED FINANCIAL RESULTS
FOR THE YEAR ENDED 31st MARCH 2010**

I. CONSOLIDATED RESULTS :

Rs in Crores

Particulars	Three Months Ended 31 st Mar. '10	Three Months Ended 31 st Mar. '09	Year Ended 31 st Mar. '10 (Audited)	Year Ended 31 st Mar. '09 (Audited)
Net Sales / Income from Operations	5,385.62	4,878.29	19,933.36	18,296.61
Other Operating Income	89.36	63.50	262.03	199.36
Total Operating Income	5,474.98	4,941.79	20,195.39	18,495.97
Expenditure :				
- Decrease / (Increase) in Stock in trade and work in progress	139.25	155.34	(21.76)	(90.56)
- Raw Material Consumed	968.91	917.81	3,624.49	3,957.27
- Purchases of Finished Goods	29.03	33.74	139.23	123.98
- Payment to & Provision for Employees	273.69	229.69	1,058.58	953.55
- Power & Fuel Cost	928.29	912.62	3,523.04	3,755.67
- Freight & Handling Expenses	759.55	658.63	2,750.30	2,345.88
- Depreciation	257.65	225.16	994.71	865.78
- Other Expenditure	942.84	748.41	3,072.80	2,918.55
Total Expenditure	4,299.21	3,881.40	15,141.39	14,830.12
Profit from Operations before Other Income & Interest	1,175.77	1,060.39	5,054.00	3,665.85
Other Income	66.66	41.87	273.56	247.44
Profit Before Interest and Tax	1,242.43	1,102.26	5,327.56	3,913.29
Interest	89.76	71.22	334.55	306.71
Profit from Ordinary Activities before Tax	1,152.67	1,031.04	4,993.01	3,606.58
Tax Expense	(297.35)	(335.49)	(1,570.48)	(991.37)
Net Profit from Ordinary Activities after Tax	855.32	695.55	3,422.53	2,615.21
Extraordinary Items :				
Profit (Net of Tax) on Sale of Sponge Iron unit (Refer Note 2)	-	-	336.07	-
Net Profit (before profit of Associates and adjustment for Minority Interest)	855.32	695.55	3,758.60	2,615.21
Add : Share in Profit of Associates	13.88	15.01	51.05	15.91
Less : Minority Share	214.72	141.77	714.12	444.46
Net Profit	654.48	568.79	3,095.53	2,186.66
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.70	91.69	91.70	91.69
Reserves excluding Revaluation Reserve			12,382.66	11,417.53
Basic EPS for the period before Extraordinary Item (Rs.)	71.37	62.03	300.94	238.49
Diluted EPS for the period before Extraordinary Item (Rs.)	71.35	62.03	300.83	238.49
Basic EPS for the period after Extraordinary Item (Rs.)	71.37	62.03	337.60	238.49
Diluted EPS for the period after Extraordinary Item (Rs.)	71.35	62.03	337.47	238.49

II. STANDALONE RESULTS :

Rs. in Crores

Particulars	Three Months Ended 31 st Mar. '10	Three Months Ended 31 st Mar.'10 #	Three Months Ended 31 st Mar. '09	Year Ended 31 st Mar. '10 (Audited)	Year Ended 31 st Mar.'10 #	Year Ended 31 st Mar. '09 (Audited)
Net Sales / Income from Operations	1,103.66	3,370.23	2,895.49	8,172.11	12,462.74	10,828.71
Other Operating Income	37.24	67.11	44.56	140.51	178.62	136.38
Total Operating Income	1,140.90	3,437.34	2,940.05	8,312.62	12,641.36	10,965.09
Expenditure :						
- Decrease / (Increase) in Stock in trade and work in progress	27.14	57.34	75.42	10.98	(37.41)	(33.54)
- Raw Material Consumed	450.06	730.95	731.86	2,168.07	2,703.68	3,085.08
- Purchases of Finished Goods	-	25.10	20.30	30.91	84.05	65.94
- Payment to and Provision for Employees	72.99	175.22	144.37	480.93	679.55	600.39
- Power and Fuel Cost	117.81	536.97	482.44	1,165.64	1,997.21	1,929.57
- Freight and Handling Expenses	14.90	394.25	337.47	729.90	1,464.92	1,223.20
- Depreciation	40.79	149.03	125.34	351.14	564.26	456.97
- Other Expenditure	117.04	547.27	424.97	989.13	1,778.67	1,464.04
Total Expenditure	840.73	2,616.13	2,342.17	5,926.70	9,234.93	8,791.65
Profit from Operations before Other Income & Interest	300.17	821.21	597.88	2,385.92	3,406.43	2,173.44
Other Income	55.27	65.82	29.31	235.25	246.66	214.07
Profit Before Interest and Tax	355.44	887.03	627.19	2,621.17	3,653.09	2,387.51
Interest	11.19	59.03	37.20	120.39	207.45	139.67
Profit from Ordinary Activities before Tax	344.25	828.00	589.99	2,500.78	3,445.64	2,247.84
Tax Expense	(54.90)	(225.03)	(205.28)	(744.75)	(1,042.02)	(599.88)
Net Profit from Ordinary Activities after Tax	289.35	602.97	384.71	1,756.03	2,403.62	1,647.96
Extraordinary Items:						
Profit (Net of Tax) on Sale of Sponge Iron unit (Refer Note 2)	-	-	-	336.07	336.07	-
Net Profit & Loss for the period	289.35	602.97	384.71	2,092.10	2,739.69	1,647.96
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.70		91.69	91.70		91.69
Reserves excluding Revaluation Reserve				7,044.16		9,372.08
Basic EPS for the period before Extraordinary Items (Rs.)	31.55		41.96	191.51		179.73
Diluted EPS for the period before Extraordinary Items (Rs.)	31.54		41.96	191.44		179.73
Basic EPS for the period after Extraordinary Items (Rs.)	31.55		41.96	228.16		179.73
Diluted EPS for the period after Extraordinary Items (Rs.)	31.54		41.96	228.08		179.73
Total Public Shareholding						
- Number of Shares (000's)	58,401		58,760	58,401		58,760
- Percentage of Shareholding	63.70%		64.10%	63.70%		64.10%
Promoter & Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of Shares (000's)	-		-	-		-
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-		-	-		-
- Percentage of Shares (as a % of the total share capital of the Company)	-		-	-		-
b) Non-encumbered						
- Number of Shares (000's)	23,381		23,089	23,381		23,089
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00%		100.00%	100.00%		100.00%
- Percentage of Shares (as a % of the total share capital of the Company)	25.50%		25.19%	25.50%		25.19%

Results only for comparison - without considering demerger of Cement Business w.e.f 1st October, 2009 (Refer Note 1).

III. SEGMENT REPORTING - CONSOLIDATED

Rs. in Crores

Particulars	Three Months Ended 31 st Mar. '10	Three Months Ended 31 st Mar. '09	Year Ended 31 st Mar. '10 (Audited)	Year Ended 31 st Mar. '09 (Audited)
1. SEGMENT REVENUE				
a Viscose Staple Fibre and Wood Pulp	1,145.77	687.88	3,940.18	2,914.62
b Cement - Grey, White and Allied Products	4,162.09	3,956.09	15,475.59	13,512.08
c Sponge Iron *	-	157.27	110.77	1,007.58
d Chemicals - Caustic Soda and Allied Chemicals	120.06	122.88	492.80	522.52
e Textiles - Fabric and Yarn	92.24	71.31	350.60	318.23
f Others **	0.22	0.22	0.88	430.82
TOTAL	5,520.38	4,995.65	20,370.82	18,705.85
(Less) : Inter Segment Revenue	(45.40)	(53.86)	(175.43)	(209.88)
Total Operating Income	5,474.98	4,941.79	20,195.39	18,495.97
2. SEGMENT RESULTS				
a Viscose Staple Fibre and Wood Pulp	359.30	78.11	1,194.79	394.75
b Cement - Grey, White and Allied Products	840.48	1,017.01	3,907.67	3,079.40
c Sponge Iron *	-	(25.94)	(43.90)	101.19
d Chemicals - Caustic Soda and Allied Chemicals	16.42	21.23	92.80	127.11
e Textiles - Fabric and Yarn	4.43	4.09	15.46	8.23
f Others **	0.43	2.14	3.71	85.03
TOTAL	1,221.06	1,096.64	5,170.53	3,795.71
Add / (Less) :				
Interest	(89.76)	(71.22)	(334.55)	(306.71)
Net Unallocable Income / (Expenditure)	21.37	5.62	157.03	117.58
Profit before Extra Ordinary Items and Tax Expenses	1,152.67	1,031.04	4,993.01	3,606.58
3. CAPITAL EMPLOYED AS ON				
			31st Mar. '10	31st Mar. '09
a Viscose Staple Fibre and Wood Pulp			2,445.04	2,390.09
b Cement - Grey, White and Allied Products			14,349.71	14,262.85
c Sponge Iron *			-	552.72
d Chemicals - Caustic Soda and Allied Chemicals			408.58	361.94
e Textiles - Fabric and Yarn			175.76	176.29
f Others **			24.72	21.26
TOTAL			17,403.81	17,765.15
Unallocated Corporate Capital Employed			6,480.60	2,947.95
TOTAL CAPITAL EMPLOYED			23,884.41	20,713.10

* Upto 22nd May, 2009, Refer note 2

** w.e.f. 1st January, 2009 Consolidated Results include Idea Cellular Ltd. (Consolidated) as an 'Associate' (as per equity method) as against Joint Venture earlier.

IV. SEGMENT REPORTING - STANDALONE

Rs. in Crores

Particulars	Three Months Ended 31 st Mar. '10	Three Months Ended 31 st Mar. '09	Year Ended 31 st Mar. '10 (Audited)	Year Ended 31 st Mar. '09 (Audited)
1. SEGMENT REVENUE				
a Viscose Staple Fibre	1,044.65	634.17	3,574.15	2,533.60
b Cement - Grey, White and Allied Products @	-	2,059.57	4,220.59	7,019.37
c Sponge Iron *	-	157.27	110.77	1,007.58
d Chemicals - Caustic Soda and Allied Chemicals	120.06	122.88	492.80	522.52
e Textiles - Yarn	15.84	11.97	63.02	57.92
TOTAL	1,180.55	2,985.86	8,461.33	11,140.99
(Less) : Inter Segment Revenue	(39.65)	(45.81)	(148.71)	(175.90)
Total Operating Income	1,140.90	2,940.05	8,312.62	10,965.09
2. SEGMENT RESULTS				
a Viscose Staple Fibre	334.97	80.67	1,203.98	408.20
b Cement - Grey, White and Allied Products @	-	557.22	1,227.97	1,629.09
c Sponge Iron *	-	(25.94)	(43.90)	101.19
d Chemicals - Caustic Soda and Allied Chemicals	16.42	21.23	92.80	127.11
e Textiles - Yarn	1.76	0.91	4.58	1.39
TOTAL	353.15	634.09	2,485.43	2,266.98
Add / (Less) :				
Interest	(11.19)	(37.20)	(120.39)	(139.67)
Net Unallocable Income / (Expenditure)	2.29	(6.90)	135.74	120.53
Profit before Extra Ordinary Items and Tax Expenses	344.25	589.99	2,500.78	2,247.84
3. CAPITAL EMPLOYED AS ON				
			31st Mar. '10	31st Mar. '09
a Viscose Staple Fibre			1,741.99	1,776.91
b Cement - Grey, White and Allied Products @			-	6,698.20
c Sponge Iron *			-	552.72
d Chemicals - Caustic Soda and Allied Chemicals			408.58	361.94
e Textiles - Yarn			24.69	22.59
TOTAL			2,175.26	9,412.36
Unallocated Corporate Capital Employed			6,259.89	4,324.54
TOTAL CAPITAL EMPLOYED			8,435.15	13,736.90

@ Cement Business has been demerged into Samruddhi Cement Ltd. (a subsidiary of the Company) w.e.f. 1st October, 2009, Refer Note 1.

* Upto 22nd May, 2009, Refer note 2

V. NOTES

1. The Scheme of Arrangement under Sections 391 to 394 of the Companies Act, 1956 to demerge the Cement Business of the Company to its wholly owned subsidiary, Samruddhi Cement Limited (SCL), has become effective from 1st October, 2009 (the Appointed Date) on completion of the necessary formalities in terms of the Scheme:
 - (a) The Company has transferred all the assets and liabilities of the Cement Business as on the Appointed Date, on a going concern basis to SCL.
 - (b) SCL will issue one equity share of the face value of Rs.5 each, credited as fully paid up, to the shareholders of the Company for every equity share they hold in the Company as on 28th May, 2010, the Record Date fixed for this purpose.
 - (c) The excess of assets over liabilities relating to Cement Business transferred at book value to SCL has been adjusted against the Reserves of the Company.
 - (d) Results of the Cement Business from the Appointed Date are considered as results of SCL, instead of the Company on standalone basis. Results for the previous quarter have been restated to include effects of the Scheme from the Appointed Date.
 - (e) Minority Share in the profit for Quarter/Year ended 31st March, 2010 has increased on account of shares of SCL to be issued to the Company's shareholders.
2. (a) The Scheme of Arrangement under Sections 391 to 394 the Companies Act, 1956 for transfer of Sponge Iron unit of the Company has become effective from 22nd May, 2009.
 - (b) The Company has transferred all the assets and liabilities of the Sponge Iron unit as on 22nd May, 2009, on a going concern basis to Vikram Sponge Iron Limited.
 - (c) Extraordinary income of Rs 336.07 Crores (net of tax Rs 8.65 Crores) represents the profit on transfer of Sponge Iron unit.
3. The results of Idea Cellular Ltd. (Idea) were consolidated as a Joint Venture upto 31st December, 2008 in the previous year, whereas w.e.f. 1st January, 2009, the same are being consolidated as an 'Associate'.
4. The Results for the quarter and year ended 31st March, 2010 are therefore, not strictly comparable with those of the corresponding periods of the previous year, owing to notes 1 to 3 above.

The comparable restated figures (a) excluding Sponge Iron unit's results from both the current year and previous year, (b) considering Idea consolidation as 'Associate' in previous year and (c) adding Cement Business results in the current year's figures (w.e.f. 1st October, 2009), will be as under:

I. Consolidated :

(Rs. in Crores)

	Quarter Ended		Year Ended	
	31st March '10	31st March '09	31st March '10	31st March '09
Revenue	5,474.98	4,784.52	20,084.62	17,058.46
Profit Before Interest & Tax (PBIT)	1,242.43	1,128.20	5,371.46	3,732.24
Net Profit before Extraordinary Items (after Minority Share)	762.62	592.16	2,972.28	2,120.56

II. Standalone :

(Rs. in Crores)

	Quarter Ended		Year Ended	
	31st March '10	31st March '09	31st March '10	31st March '09
Revenue	3,437.34	2,782.78	12,530.59	9,957.51
Profit Before Interest & Tax (PBIT)	887.03	653.13	3,696.99	2,286.32
Net Profit before Extraordinary Items	602.97	408.08	2,373.23	1,581.86

5. The Boards of Directors of UltraTech Cement Limited (UltraTech) and SCL, the Company's subsidiaries, have decided to amalgamate SCL with UltraTech under a Scheme of Amalgamation under Sections 391 to 394 of the Companies Act, 1956 subject to necessary approvals w.e.f. 1st July, 2010, being the Appointed Date fixed for this purpose. The Scheme is pending for sanction by the Hon'ble High Courts of Bombay and Gujarat.
6. During the quarter, 3.10 Mn TPA Cement Mill has been commissioned at Kotputli (Rajasthan), accordingly the total cement capacity has increased from 45.65 Mn TPA to 48.75 Mn TPA.
7. UltraTech has formed a wholly-owned subsidiary 'UltraTech Cement Middle East Investments Limited' in the United Arab Emirates (UAE) for exploring business opportunities in UAE and the Middle-East. The Board of Directors of UltraTech has approved further capitalisation of the wholly-owned subsidiary for acquiring a controlling stake in ETA Star Cement Company LLC, Dubai (ETA Star) and its operations in UAE, Bahrain and Bangladesh. The acquisition of ETA Star is likely to be completed by June, 2010.

8. The Board of Directors has recommended a dividend of Rs.30 per share aggregating to Rs.309 Crs. (including dividend tax).
9. The status of investors' complaints is as under :
Opening - 0, Received - 7, Resolved - 7, Closing - 0
10. Previous periods' figures have been regrouped / rearranged wherever necessary to conform to the current periods' classification.
11. Statement of Assets and Liabilities as on 31st March, 2010 :

(Rs in Crores)

Particulars	Standalone (Audited)		Consolidated (Audited)	
	31st March '10	31st March '09	31st March '10	31st March '09
SOURCES OF FUNDS				
<u>Shareholders' Funds:</u>				
Share Capital	91.70	91.69	91.70	91.69
Other Share Capital	-	-	36.26	33.12
Employee Stock Options Outstanding	9.51	10.45	14.02	12.13
Reserves and Surplus	7,044.16	9,375.44	12,382.66	11,420.89
Minority Interest	-	-	3,754.84	1,670.35
Loan Funds	1,037.62	3,394.95	5,599.23	5,893.05
Deferred Tax Liabilities (Net)	252.16	864.37	2,005.72	1,591.93
TOTAL	8,435.15	13,736.90	23,884.43	20,713.16
APPLICATION OF FUNDS				
Fixed Assets	1,829.04	8,307.77	14,552.71	14,218.96
Investments	6,324.79	4,609.10	6,675.86	3,550.40
Goodwill	-	-	2,007.06	2,000.98
<u>Current Assets:</u>				
Inventories	417.24	1,378.24	2,183.48	2,221.02
Sundry Debtors	345.01	559.93	880.28	818.22
Cash and Bank Balances	15.92	113.38	237.00	227.02
Loans and Advances	386.07	1,046.29	1,237.14	1,231.21
<u>Less: Current Liabilities and Provisions:</u>				
Current Liabilities	302.37	1,686.93	3,036.96	2,898.55
Provisions	580.55	590.88	852.16	656.16
<u>Net Current Assets:</u>	281.32	820.03	648.78	942.76
Miscellaneous Expenses	-	-	0.02	0.06
TOTAL	8,435.15	13,736.90	23,884.43	20,713.16

12. The above results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at the meetings held on 20th May, 2010.

For and on behalf of Board of Directors

Place : Mumbai
Date : 20th May, 2010

Adesh Gupta
Whole-Time Director

GRASIM INDUSTRIES LIMITED
Regd. Office: Birlagram, Nagda 456 331 (M.P.)

An Aditya Birla Group Company

www.grasim.com and www.adityabirla.com