



**UNAUDITED FINANCIAL RESULTS
FOR THE THREE MONTHS ENDED 30TH JUNE, 2002**

Rs in crores

	Three Months Ended 30th June 2002	Three Months Ended 30th June 2001	Year ended 31st March 2002 (Audited)
Net Sales / Income from Operations	1,135.51	1,117.16	4,386.64
Other Income	9.27	14.54	114.62
Total Expenditure			
- Decrease / (Increase) in Stock	66.19	(41.12)	95.42
- Raw Material Consumed	249.73	253.06	996.15
- Purchases of Finished Goods	4.42	124.52	245.71
- Payment to & Provision for Employees	75.18	82.46	321.87
- Power & Fuel	201.77	178.42	739.28
- Freight , Handling & Other expenses	137.43	136.68	510.56
- Other Expenditure	155.33	149.98	655.49
Total Expenditure	890.05	884.00	3,564.48
Interest	44.18	47.52	190.25
Gross profit	210.55	200.18	746.53
Depreciation	62.42	62.59	251.70
Profit before Exceptional Items and Tax	148.13	137.59	494.83
Tax Provision of earlier years written back			68.11
Loss on Sale of Shares in Subsidiary			(18.11)
Retrenchment Compensation			(55.33)
Write-down of Fixed Assets on Retirement from active use			(19.01)
Loss on sale of a Textile Unit			(15.00)
Loss on sale of Assets of a Textile Unit			(16.93)
Employees separation cost	(1.66)	(2.35)	(27.60)
Profit before Tax Expense	146.47	135.24	410.96
Provision for Current Tax	(34.00)	(23.00)	(56.50)
Deferred Tax	(7.00)	(10.00)	(51.50)
Net Profit	105.47	102.24	302.96
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69
Reserves excluding Revaluation Reserve			2,615.19
Basic & Diluted EPS for the period (Rupees)	11.50	11.15	33.04

Notes:

- The Operations at the Company's Staple Fibre Plant at Nagda were suspended for 27 days from 1st week of June, 2002 due to water shortage at Nagda. With the onset of monsoon and availability of water, Company has resumed normal operations at this plant in last week of June-2002.
- During the quarter the Company has further acquired 0.73 Crore shares of Larsen & Toubro Ltd. at Rs.176.66 per share for total consideration of Rs.129.41 Crores. This along with existing share holding constitutes 13% of Larsen & Toubro Ltd.'s paid-up share capital.
- The Company has filed a Scheme of Arrangement under section 391/394 of the Companies Act , 1956 in the High Court of Madhya Pradesh in October,2000 inter alia providing for sale/transfer of assets of the Mavoor Units and the same is under consideration of the Court.

4 Segments Reporting:

		Rs. in Crores	
		Three Months Ended 30th June 2002	Year ended 31st March 2002 (Audited)
1. SEGMENT REVENUE			
a	Fibre & Pulp	419.02	1,328.83
b	Cement	542.88	2,074.85
c	Sponge Iron	87.74	331.66
d	Chemicals	52.66	219.93
e	Textiles	53.92	276.12
f	Others	2.65	270.68
TOTAL		1,158.87	4,502.07
(Less) : Inter Segment Revenue		(23.36)	(115.43)
Net Sales / Income from Operations		1,135.51	4,386.64
2. SEGMENT RESULTS			
a	Fibre & Pulp	124.19	305.89
b	Cement	61.82	338.67
c	Sponge Iron	11.40	11.86
d	Chemicals	4.32	11.42
e	Textiles	(8.54)	(37.71)
f	Others	(1.41)	0.22
TOTAL		191.78	630.35
Add / (Less) :			
Interest		(44.18)	(190.25)
Net Unallocable Income / (Expenditure)		0.53	54.73
Profit before Exceptional Items and Tax Expense		148.13	494.83
Tax Provision of earlier years written back		-	68.11
Loss on Sale of Shares in Subsidiary		-	(18.11)
Retrenchment Compensation		-	(55.33)
Write-down of Fixed Assets on Retirement from active use		-	(19.01)
Loss on sale of a Textile Unit		-	(15.00)
Loss on sale of Assets of a Textile Unit		-	(16.93)
Employees separation cost		(1.66)	(27.60)
Profit Before Tax Expenses		146.47	410.96
3. CAPITAL EMPLOYED			
a	Fibre & Pulp	814.07	879.24
b	Cement	2,035.97	2,055.10
c	Sponge Iron	548.72	570.38
d	Chemicals	217.69	227.51
e	Textiles	132.52	133.13
f	Others	7.96	35.15
TOTAL		3,756.93	3,900.51
g	Unallocated Corporate Capital Employed	1,572.66	1,518.93
TOTAL CAPITAL EMPLOYED		5,329.59	5,419.44

5 Segments have been identified in line with the Accounting Standard on Segment Reporting (AS 17), taking into account the organisational structure as well as the differential risks and returns of these segments. Details of products included in each of the above segments are as under :

Fibre & Pulp - Viscose Staple Fibre & Rayon Grade Pulp
 Chemicals - Caustic Soda & Allied Chemicals
 Cement - Grey & White Cement
 Sponge Iron - Sponge Iron
 Textiles - Fabrics & Yarn

6 Segment-wise break-up for Employee Separation Cost is as under :

	Rs. in Crores	
	<u>Q1-FY2003</u>	<u>FY2002</u>
Fibre & Pulp	0.97	9.10
Chemical	0.39	1.63
Cement	0.11	13.49
Textiles	0.19	3.38

7 Previous period's figures have been regrouped / rearranged wherever necessary to conform to this period's classification.

8 The above results have been taken on record at the meeting of the Board of Directors held on 25th July, 2002.

For and on behalf of Board of Directors

Place : Mumbai
 Date : 25th July, 2002

Kumar Mangalam Birla
 Chairman

GRASIM INDUSTRIES LIMITED

Regd. Office: Birlagram, Nagda (M.P.)

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