



UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30th JUNE 2006

Rs in Crores

	Consolidated			Standalone		
	Three Months ended 30th June 2006	Three Months ended 30th June 2005	Full Year ended 31st March 2006 (Audited)	Three Months ended 30th June 2006	Three Months ended 30th June 2005	Full Year ended 31st March 2006 (Audited)
Net Sales / Income from Operations	3,195.94	2,473.66	10,227.05	1,876.99	1,553.28	6,655.67
Other Income	49.19	75.50	217.27	37.47	65.49	169.07
Expenditure :						
- Decrease / (Increase) in Stock	5.08	(59.68)	6.30	15.11	(42.89)	43.49
- Raw Material Consumed	595.41	577.54	2,212.43	463.84	469.32	1,822.68
- Purchases of Finished Goods	25.89	13.16	109.93	68.17	28.13	240.15
- Payment to & Provision for Employees	161.15	123.02	543.31	113.03	96.38	407.63
- Power & Fuel	579.74	513.44	2,129.12	264.50	249.91	1,074.81
- Freight , Handling & Other Expenses	496.59	372.99	1,552.22	230.26	180.18	750.02
- Other Expenditure	408.97	368.22	1,560.49	208.81	197.88	895.10
Total Expenditure	2,272.83	1,908.69	8,113.80	1,363.72	1,178.91	5,233.88
Interest	52.60	56.65	212.23	23.50	26.53	97.32
Gross Profit	919.70	583.82	2,118.29	527.24	413.33	1,493.54
Depreciation	141.75	135.41	563.10	74.09	70.48	291.64
Profit before Exceptional Items and Tax Expenses	777.95	448.41	1,555.19	453.15	342.85	1,201.90
Surplus on pre-payment of sales tax loan	-	-	4.13	-	-	4.13
Profit before Tax Expenses	777.95	448.41	1,559.32	453.15	342.85	1,206.03
Provision for Current Tax	(247.72)	(133.22)	(434.88)	(139.05)	(97.30)	(369.82)
Provision for Deferred Tax	5.55	13.50	32.18	(2.20)	5.40	27.00
Net Profit	535.78	328.69	1,156.62	311.90	250.95	863.21
Less : Minority Share	100.53	32.61	115.98			
Net Profit (After Minority Share)	435.25	296.08	1,040.64	311.90	250.95	863.21
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69	91.69	91.69	91.69
Reserves excluding Revaluation Reserve			4,698.79			4,886.11
Basic & Diluted EPS for the period (Rupees)	47.47	32.29	113.50	34.02	27.37	94.14

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SEGMENT REPORTING :

Rs. in Crores

	Consolidated			Standalone		
	Three Months ended 30th June 2006	Three Months ended 30th June 2005	Full Year ended 31st March 2006 (Audited)	Three Months ended 30th June 2006	Three Months ended 30th June 2005	Full Year ended 31st March 2006 (Audited)
	1. SEGMENT REVENUE					
a Fibre & Pulp	525.02	433.56	1,990.05	446.36	418.28	1,935.37
b Cement	2,324.52	1,652.40	6,890.49	1,152.34	801.81	3,607.60
c Sponge Iron	175.36	220.46	634.78	175.36	220.46	634.78
d Chemicals	71.80	99.46	386.35	71.80	99.46	386.35
e Textiles	56.83	52.79	247.14	56.83	52.79	247.14
f Others	68.11	54.51	233.81	-		
TOTAL	3,221.64	2,513.18	10,382.62	1,902.69	1,592.80	6,811.24
(Less) : Inter Segment Revenue	(25.70)	(39.52)	(155.57)	(25.70)	(39.52)	(155.57)
Net Sales / Income from Operations	3,195.94	2,473.66	10,227.05	1,876.99	1,553.28	6,655.67
2. SEGMENT RESULTS						
a Fibre & Pulp	95.36	75.62	425.93	97.92	76.67	429.62
b Cement	678.40	274.04	1,074.76	334.15	147.31	636.40
c Sponge Iron	5.58	60.70	33.69	5.58	60.70	33.69
d Chemicals	13.39	33.14	107.51	13.39	33.14	107.51
e Textiles	(0.13)	(0.58)	(3.04)	(0.13)	(0.58)	(3.04)
f Others	12.18	8.68	39.06	(0.03)	(1.32)	(1.39)
TOTAL	804.78	451.60	1,677.91	450.88	315.92	1,202.79
Add / (Less) :						
Interest	(52.60)	(56.65)	(212.23)	(23.50)	(26.53)	(97.32)
Net Unallocable Income / (Expenditure)	25.77	53.46	89.51	25.77	53.46	96.43
Profit before Exceptional Items and Tax Expenses	777.95	448.41	1,555.19	453.15	342.85	1,201.90
Surplus on pre-payment of sales tax loan	-	-	4.13	-	-	4.13
Profit Before Tax Expenses	777.95	448.41	1,559.32	453.15	342.85	1,206.03
3. CAPITAL EMPLOYED						
a Fibre & Pulp	1,181.90	1,074.65	1,025.98	1,047.89	1,046.93	999.03
b Cement	7,138.59	6,735.27	6,804.09	2,121.91	2,038.50	2,079.08
c Sponge Iron	566.53	478.72	530.19	566.53	478.72	530.19
d Chemicals	268.07	197.29	210.75	268.07	197.29	210.75
e Textiles	95.22	103.42	92.55	95.22	103.42	92.55
f Others	349.15	354.39	339.95	1.06	1.78	1.12
TOTAL	9,599.46	8,943.74	9,003.51	4,100.68	3,866.64	3,912.72
g Unallocated Corporate Capital Employed	1,230.40	762.76	1,189.19	3,773.41	3,128.56	3,633.40
TOTAL CAPITAL EMPLOYED	10,829.86	9,706.50	10,192.70	7,874.09	6,995.20	7,546.12

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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 During the quarter ended 30th June 2006, due to water shortage, the operations at the Company's Viscose Staple Fibre plant at Nagda were suspended for forty five days and Chemical plant at Nagda operated at about thirty five percent of its capacity during the same period. With the onset of monsoon, the operations at Staple Fibre plant at Nagda were restarted from 4th July 2006.
The operations at Chemical plant at Nagda, which were also gradually increased, have been again curtailed to about fifty percent of its capacity with effect from 21st July 2006 for about four weeks, on account of shut-down of captive power plant for major repairs.
- 3 The revised Accounting Standard on Employee Benefits (AS-15) issued by the ICAI effective from 1st April 2006, has been complied with and there is no significant impact of the same on the results of the quarter ended 30th June 2006. The adjustment to opening revenue reserves required under the transitional provisions of AS-15 will be made at the year end.
- 4 In July 2006, the Company has acquired 720.5 lac shares of Rs. 10 each, at par, for an aggregate amount of Rs. 72.05 crores pursuant to the rights issue made by its subsidiary, Shree Digvijay Cement Company Limited (SDCCL). Post rights issue, shareholding of the Company in SDCCL is 53.66%.
- 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 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 & Rayon Grade Pulp
Cement - Grey & White Cement
Sponge Iron - Sponge Iron
Chemicals - Caustic Soda & Allied Chemicals
Textiles - Fabric & Yarn
Others - Mainly Telecom (in consolidated results)
- 6 One investor complaint was pending at the beginning of the quarter. During the quarter, seven complaints were received. All the eight complaints have been attended by the Company and no complaints were pending at the end of the quarter.
- 7 Previous period's figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.
- 8 The above Unaudited results for the quarter ended 30th June 2006 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at the meeting held on 29th July 2006. 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 : 29th July 2006

D. D. Rathi
Whole-time Director

GRASIM INDUSTRIES LIMITED

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

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