



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

I. CONSOLIDATED RESULTS :

	Rs in Crores				
	Three Months Ended 30th September 2007	Three Months Ended 30th September 2006	Six Months Ended 30th September 2007	Six Months Ended 30th September 2006	Year Ended 31st March 07 (Audited)
Net Sales / Income from Operations	3,972.58	3,185.50	8,037.23	6,400.13	14,178.44
Other Income	83.91	53.43	185.33	102.62	245.64
Expenditure :					
- Decrease / (Increase) in Stock	(64.27)	(5.77)	(34.07)	(0.71)	33.07
- Raw Material Consumed	871.82	654.62	1,689.19	1,250.51	2,821.58
- Purchases of Finished Goods	23.61	17.14	33.09	43.03	74.83
- Payment to & Provision for Employees	213.75	173.89	385.37	334.89	672.98
- Power & Fuel	633.31	561.45	1,293.07	1,141.23	2,472.45
- Freight , Handling & Other Expenses	461.05	414.14	974.48	858.21	1,878.07
- Depreciation	163.10	148.44	321.75	290.19	609.97
- Other Expenditure	649.97	528.19	1,245.02	1,007.77	2,181.02
Total Expenditure	2,952.34	2,492.10	5,907.90	4,925.12	10,743.97
Interest	54.14	55.51	110.10	108.36	228.64
Profit before Tax Expenses	1,050.01	691.32	2,204.56	1,469.27	3,451.47
Provision for Current Tax	(315.57)	(215.03)	(638.55)	(462.75)	(1,097.14)
Provision for Deferred Tax	(28.96)	4.17	(61.68)	9.72	5.07
Net Profit	705.48	480.46	1,504.33	1,016.24	2,359.40
Less : Minority Share	84.53	66.05	214.14	166.58	391.50
Add : Share in Profit / (Loss) of Associates	(0.94)	-	(0.51)	-	(0.40)
Net Profit (After Minority Share)	620.01	414.41	1,289.68	849.66	1,967.50
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69	91.69	91.69
Reserves excluding Revaluation Reserve					6,538.05
Basic EPS for the period (Rupees)	67.62	45.20	140.66	92.67	214.58
Diluted EPS for the period (Rupees)	67.62	45.20	140.66	92.67	214.58

II. STANDALONE RESULTS :

	Rs. in Crores				
	Three Months ended 30th September 2007	Three Months ended 30th September 2006	Six Months ended 30th September 2007	Six Months ended 30th September 2006	Full Year ended 30th March 2007 (Audited)
Net Sales / Income from Operations	2,519.23	2,011.39	4,965.82	3,905.11	8,680.34
Other Income	57.32	50.22	125.06	87.69	209.66
Expenditure :					
- Decrease / (Increase) in Stock	(26.77)	(14.45)	(12.55)	0.66	16.44
- Raw Material Consumed	669.78	535.04	1,297.05	998.88	2,219.32
- Purchases of Finished Goods	24.59	60.59	57.81	128.76	321.16
- Payment to & Provision for Employees	143.00	123.05	259.33	236.08	459.40
- Power & Fuel	348.57	280.55	672.73	545.05	1,196.14
- Freight , Handling & Other Expenses	246.43	215.40	502.57	423.10	919.40
- Depreciation	87.53	75.57	172.53	149.66	317.91
- Other Expenditure	308.62	278.60	591.74	526.44	1,139.13
Total Expenditure	1,801.75	1,554.35	3,541.21	3,008.63	6,588.90
Interest	27.22	24.52	55.69	48.28	111.84
Profit before Exceptional Items and Tax Expenses	747.58	482.74	1,493.98	935.89	2,189.26
Write back of provision for diminution in value of loans	-	-	-	-	37.10
Profit before Tax Expenses	747.58	482.74	1,493.98	935.89	2,226.36
Provision for Current Tax	(223.73)	(145.80)	(429.43)	(284.85)	(692.38)
Provision for Deferred Tax	(24.07)	0.90	(53.11)	(1.30)	1.83
Net Profit	499.78	337.84	1,011.44	649.74	1,535.81
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69	91.69	91.69
Reserves excluding Revaluation Reserve					6,134.46
Basic EPS for the period (Rupees)	54.51	36.85	110.31	70.86	167.50
Diluted EPS for the period (Rupees)	54.51	36.85	110.31	70.86	167.50
Total Public Shareholding*					
- Number of Shares (000's)			58,441	58,723	58,509
- Percentage of Shareholding			63.75%	64.06%	63.82%

*Total public shareholding as defined under Clause 40 A of the listing agreement(excludes shares held by Promoters and Global Depository Receipt holders)

III. SEGMENT REPORTING - CONSOLIDATED

Rs. in Crores					
	Three Months ended 30th September 2007	Three Months ended 30th September 2006	Six Months ended 30th September 2007	Six Months ended 30th September 2006	Full Year ended 31st March 2007 (Audited)
1. SEGMENT REVENUE					
a Fibre & Pulp	904.03	670.81	1,722.03	1,195.85	2,725.25
b Cement	2,609.02	2,180.84	5,435.70	4,522.04	9,957.75
c Sponge Iron	209.80	141.34	430.59	318.69	755.79
d Chemicals	111.42	76.75	203.69	148.55	319.00
e Textiles	88.33	84.79	146.26	141.62	270.96
f Others	101.38	76.16	197.24	144.27	326.93
TOTAL	4,023.98	3,230.69	8,135.51	6,471.02	14,355.68
(Less) : Inter Segment Revenue	(51.40)	(45.19)	(98.28)	(70.89)	(177.24)
Net Sales / Income from Operations	3,972.58	3,185.50	8,037.23	6,400.13	14,178.44
2. SEGMENT RESULTS					
a Fibre & Pulp	302.78	168.58	525.06	263.93	671.74
b Cement	693.70	538.23	1,562.25	1,217.16	2,767.03
c Sponge Iron	21.21	(2.82)	47.77	3.02	50.39
d Chemicals	34.37	4.81	56.62	18.20	60.05
e Textiles	(0.34)	(0.13)	(2.18)	(0.26)	(4.63)
f Others	22.84	14.94	49.01	27.12	62.61
TOTAL	1,074.56	723.61	2,238.53	1,529.17	3,607.19
Add / (Less) :					
Interest	(54.14)	(55.51)	(110.10)	(108.36)	(228.64)
Net Unallocable Income / (Expenditure)	29.59	23.22	76.13	48.46	72.92
Profit Before Tax Expenses	1,050.01	691.32	2,204.56	1,469.27	3,451.47
3. CAPITAL EMPLOYED					
a Fibre & Pulp			1,622.49	1,249.05	1,428.47
b Cement			10,202.75	7,480.45	8,913.85
c Sponge Iron			480.83	508.38	552.21
d Chemicals			304.41	291.34	304.49
e Textiles			163.20	124.11	126.17
f Others			525.39	371.47	517.88
TOTAL			13,299.07	10,024.80	11,843.07
g Unallocated Corporate Capital Employed			1,423.44	1,528.77	1,681.16
TOTAL CAPITAL EMPLOYED			14,722.51	11,553.57	13,524.23

IV. SEGMENT REPORTING - STANDALONE

Rs. in Crores					
	Three Months ended 30th September 2007	Three Months ended 30th September 2006	Six Months ended 30th September 2007	Six Months ended 30th September 2006	Full Year ended 31st March 2007 (Audited)
1. SEGMENT REVENUE					
a Fibre & Pulp	793.87	565.73	1,501.60	1,012.09	2,327.63
b Cement	1,367.21	1,187.97	2,781.96	2,355.05	5,172.66
c Sponge Iron	209.80	141.34	430.59	318.69	755.79
d Chemicals	111.42	76.75	203.69	148.55	319.00
e Textiles	88.33	84.79	146.26	141.62	270.96
f Others	-	-	-	-	-
TOTAL	2,570.63	2,056.58	5,064.10	3,976.00	8,846.04
(Less) : Inter Segment Revenue	(51.40)	(45.19)	(98.28)	(70.89)	(165.70)
Net Sales / Income from Operations	2,519.23	2,011.39	4,965.82	3,905.11	8,680.34
2. SEGMENT RESULTS					
a Fibre & Pulp	294.68	156.67	530.88	254.59	638.42
b Cement	394.78	313.75	839.44	647.90	1,448.21
c Sponge Iron	21.21	(2.82)	47.77	3.02	50.39
d Chemicals	34.37	4.81	56.62	18.20	60.05
e Textiles	(0.34)	(0.13)	(2.18)	(0.26)	(4.63)
f Others	(0.03)	0.10	(0.06)	0.07	-
TOTAL	744.67	472.38	1,472.47	923.52	2,192.44
Add / (Less) :					
Interest	(27.22)	(24.52)	(55.69)	(48.28)	(111.84)
Net Unallocable Income / (Expenditure)	30.13	34.88	77.20	60.65	108.66
Profit before Exceptional Items and Tax Expenses	747.58	482.74	1,493.98	935.89	2,189.26
Write back of provision for diminution in value of loans		-		-	37.10
Profit Before Tax Expenses	747.58	482.74	1,493.98	935.89	2,226.36
3. CAPITAL EMPLOYED					
a Fibre & Pulp			1,358.26	1,098.32	1,210.72
b Cement			3,996.78	2,291.49	3,076.68
c Sponge Iron			480.83	508.38	552.21
d Chemicals			304.41	291.34	304.49
e Textiles			163.20	124.11	126.17
f Others			0.90	1.11	1.21
TOTAL			6,304.38	4,314.75	5,271.48
g Unallocated Corporate Capital Employed			4,340.33	4,152.71	4,492.67
TOTAL CAPITAL EMPLOYED			10,644.71	8,467.46	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, six complaints were received, all of which have been attended by the Company and no complaints were pending at the end of the quarter.
- 4 During the quarter the Company has incorporated a new subsidiary "Grasim Bhiwani Textiles Limited" (GBTL). In terms of Company's Shareholders approval, the textile units at Bhiwani have been transferred w.e.f. 1st October, 2007 to GBTL, on a going concern basis as slump sale, at a consideration of Rs.83.16 Crs., based on independent valuer's report.
- 5 The ESOS Compensation Committee of Board of Directors of the Company has, in its meeting held on 23rd August, 2007, approved grant of 218140 Stock options (for equal no. of equity shares of Rs.10/- each of the Company) to the Officers of the Company as per terms of Employee Stock Option Scheme (ESOS), 2006.
- 6 Previous period's figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.
- 7 The above Unaudited results for the quarter ended 30th September, 2007 have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at the meeting held on 27th October, 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 : 27th October, 2007

D. D. Rathi
Whole-time Director

GRASIM INDUSTRIES LIMITED

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

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