



**AUDITED FINANCIAL RESULTS
FOR THE YEAR ENDED 31st MARCH 2009**

I. CONSOLIDATED RESULTS :

	Rs in Crores			
	Three Months ended 31st March 2009	Three Months ended 31st March 2008	Year ended 31st March 2009 (Audited)	Year ended 31st March 2008 (Audited)
Net Sales / Income from Operations	4,956.89	4,700.69	18,403.93	16,973.48
Other Operating Income	63.08	63.94	198.94	167.83
Total Operating Income	5,019.97	4,764.63	18,602.87	17,141.31
Expenditure :				
- Decrease / (Increase) in Stock	155.32	(41.76)	(90.58)	(174.28)
- Raw Material Consumed	1,001.44	1,065.90	4,068.02	3,703.27
- Purchases of Finished Goods	34.24	18.29	124.48	74.30
- Payment to & Provision for Employees	228.94	249.15	951.33	845.36
- Power & Fuel	907.63	861.16	3,740.58	2,907.37
- Freight , Handling & Other Expenses	662.85	596.37	2,369.96	2,088.95
- Depreciation	225.16	182.36	865.78	670.31
- Other Expenditure	746.19	768.74	2,910.53	2,569.60
Total Expenditure	3,961.77	3,700.21	14,940.10	12,684.88
Profit from Operations before Other Income, Interest & Exceptional Items	1,058.20	1,064.42	3,662.77	4,456.43
Other Income	45.71	67.74	254.26	295.30
Profit Before Interest & Exceptional Items	1,103.91	1,132.16	3,917.03	4,751.73
Interest	72.87	60.26	310.45	222.09
Profit after Interest but before Exceptional Items	1,031.04	1,071.90	3,606.58	4,529.64
Writeback of provision for diminution in value of investments	-	45.68	-	45.68
Profit from Ordinary Activities before Tax	1,031.04	1,117.58	3,606.58	4,575.32
Provision for Current Tax	(157.31)	(477.46)	(550.66)	(1,472.96)
Provision for Deferred Tax	(178.18)	111.31	(440.71)	7.17
Net Profit from Ordinary Activities after Tax	695.55	751.43	2,615.21	3,109.53
Extra Ordinary Items :				
Profit on Sale of Shares of Subsidiary company	-	236.68	-	236.68
Net Profit (before profit of Associates and adjustment for Minority Interest)	695.55	988.11	2,615.21	3,346.21
Add : Share in Profit of Associates	15.01	4.03	15.91	1.76
Less : Minority Share	141.77	111.37	444.46	456.53
Net Profit	568.79	880.77	2,186.66	2,891.44
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69	91.69
Reserves excluding Revaluation Reserve			11,417.53	9,048.03
Basic EPS for the period before Extra Ordinary Items (Rupees)	62.03	70.25	238.49	289.54
Diluted EPS for the period before Extra Ordinary Items(Rupees)	62.03	70.21	238.49	289.44
Basic EPS for the period after Extra Ordinary Items(Rupees)	62.03	96.06	238.49	315.35
Diluted EPS for the period after Extra Ordinary Items (Rupees)	62.03	96.01	238.49	315.25

II. STANDALONE RESULTS :

	Rs. in Crores			
	Three Months ended 31st March 2009	Three Months ended 31st March 2008	Year ended 31st March 2009 (Audited)	Year ended 31st March 2008 (Audited)
Net Sales / Income from Operations	2,886.99	2,726.80	10,804.01	10,215.05
Other Operating Income	44.53	36.99	136.35	110.10
Total Operating Income	2,931.52	2,763.79	10,940.36	10,325.15
Expenditure :				
- Decrease / (Increase) in Stock	75.42	(72.64)	(33.54)	(130.22)
- Raw Material Consumed	728.83	826.17	3,064.25	2,828.25
- Purchases of Finished Goods	20.30	17.97	65.94	97.40
- Payment to & Provision for Employees	143.62	159.77	598.17	550.07
- Power & Fuel	481.34	435.03	1,928.47	1,476.51
- Freight, Handling & Other Expenses	337.56	291.71	1,234.48	1,047.88
- Depreciation	125.34	94.24	456.97	353.27
- Other Expenditure	419.96	422.02	1,449.71	1,298.51
Total Expenditure	2,332.37	2,174.27	8,764.45	7,521.67
Profit from Operations before Other Income, Interest & Exceptional Items	599.15	589.52	2,175.91	2,803.48
Other Income	29.31	97.30	214.07	267.74
Profit Before Interest & Exceptional Items	628.46	686.82	2,389.98	3,071.22
Interest	38.47	27.16	142.14	107.00
Profit after Interest but before Exceptional Items	589.99	659.66	2,247.84	2,964.22
Write back of provision for diminution in value of Investment	-	45.68	-	45.68
Profit from Ordinary Activities before Tax	589.99	705.34	2,247.84	3,009.90
Provision for Current Tax	(96.44)	(287.73)	(342.38)	(952.71)
Provision for Deferred Tax	(108.84)	69.49	(257.50)	(9.62)
Net Profit from Ordinary Activities after Tax	384.71	487.10	1,647.96	2,047.57
Extra Ordinary Items:				
Profit on transfer of Textile units at Bhiwani	-	-	-	4.76
Profit on Sale of Shares of a Subsidiary Company	-	180.27	-	180.27
Net Profit for the period	384.71	667.37	1,647.96	2,232.60
Paid up Equity Share Capital (Face Value Rs. 10 per share)	91.69	91.69	91.69	91.69
Reserves excluding Revaluation Reserve			9,372.08	8,040.52
Basic EPS for the period before Extra Ordinary Items (Rupees)	41.96	53.12	179.73	223.31
Diluted EPS for the period before Extra Ordinary Items (Rupees)	41.96	53.09	179.73	223.24
Basic EPS for the period after Extra Ordinary Items (Rupees)	41.96	72.79	179.73	243.49
Diluted EPS for the period after Extra Ordinary Items (Rupees)	41.96	72.74	179.73	243.42
Total Public Shareholding				
- Number of Shares (000's)			58,760	57,966
- Percentage of Shareholding			64.10%	63.23%
Promoter & Promoter Group Shareholding				
a) Pledged / Encumbered				
- Number of Shares			-	-
- 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			23,089	-
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)			100.00%	-
- Percentage of Shares (as a % of the total share capital of the Company)			25.19%	-

III. SEGMENT REPORTING - CONSOLIDATED

Rs. in Crores				
	Three Months ended 31st March 2009	Three Months ended 31st March 2008	Year ended 31st March 2009 (Audited)	Year ended 31st March 2008 (Audited)
1. SEGMENT REVENUE				
a Fibre & Pulp	774.95	837.21	3,046.61	3,456.41
b Cement	3,947.20	3,394.27	13,486.99	11,792.29
c Sponge Iron	157.27	275.76	1,007.58	950.70
d Chemicals	122.88	101.20	522.52	417.62
e Textiles	71.31	77.10	318.23	294.88
f Others	0.22	129.12	430.82	437.76
TOTAL	5,073.83	4,814.66	18,812.75	17,349.66
(Less) : Inter Segment Revenue	(53.86)	(50.03)	(209.88)	(208.35)
Total Operating Income	5,019.97	4,764.63	18,602.87	17,141.31
2. SEGMENT RESULTS				
a Fibre & Pulp	79.84	172.55	398.00	1,011.53
b Cement	1,032.32	885.23	3,118.95	3,304.05
c Sponge Iron	(25.94)	37.60	101.19	125.55
d Chemicals	21.23	18.41	127.11	114.01
e Textiles	4.09	(0.71)	8.23	(2.88)
f Others	2.14	30.25	85.03	103.79
TOTAL	1,113.68	1,143.33	3,838.51	4,656.05
Add / (Less) :				
Interest	(72.87)	(60.26)	(310.45)	(222.09)
Net Unallocable Income / (Expenditure)	(9.77)	(11.17)	78.52	95.68
Write back of provision for diminution in value of Investment	-	45.68	-	45.68
Profit before Extra Ordinary Items and Tax Expenses	1,031.04	1,117.58	3,606.58	4,575.32
3. CAPITAL EMPLOYED				
a Fibre & Pulp			2,399.61	2,108.11
b Cement			15,253.42	12,491.15
c Sponge Iron			552.98	458.84
d Chemicals			362.20	332.14
e Textiles			176.30	172.81
f Others			21.29	674.06
TOTAL			18,765.80	16,237.11
g Unallocated Corporate Capital Employed			1,982.63	945.71
TOTAL CAPITAL EMPLOYED			20,748.43	17,182.82

IV. SEGMENT REPORTING - STANDALONE

Rs. in Crores				
	Three Months ended 31st March 2009	Three Months ended 31st March 2008	Year ended 31st March 2009 (Audited)	Year ended 31st March 2008 (Audited)
1. SEGMENT REVENUE				
a Fibre & Pulp	634.14	718.40	2,533.57	3,010.66
b Cement	2,051.07	1,694.53	6,994.67	5,956.21
c Sponge Iron	157.27	275.76	1,007.58	950.70
d Chemicals	122.88	101.20	522.52	417.62
e Textiles	11.97	14.15	57.92	173.25
TOTAL	2,977.33	2,804.04	11,116.26	10,508.44
(Less) : Inter Segment Revenue	(45.81)	(40.25)	(175.90)	(183.29)
Total Operating Income	2,931.52	2,763.79	10,940.36	10,325.15
2. SEGMENT RESULTS				
a Fibre & Pulp	82.20	168.62	410.91	1,012.02
b Cement	557.39	427.24	1,630.46	1,677.64
c Sponge Iron	(25.94)	37.60	101.19	125.55
d Chemicals	21.23	18.41	127.11	114.01
e Textiles	0.91	1.02	1.39	(0.72)
TOTAL	635.79	652.89	2,271.06	2,928.50
Add / (Less) :				
Interest	(38.47)	(27.16)	(142.14)	(107.00)
Net Unallocable Income / (Expenditure)	(7.33)	33.93	118.92	142.72
Write back of provision for diminution in value of Investment	-	45.68	-	45.68
Profit before Extra Ordinary Items and Tax Expenses	589.99	705.34	2,247.84	3,009.90
3. CAPITAL EMPLOYED				
a Fibre & Pulp			1,804.54	1,681.93
b Cement			6,715.01	5,459.27
c Sponge Iron			552.98	458.84
d Chemicals			362.20	332.14
e Textiles			22.61	23.16
TOTAL			9,457.34	7,955.34
f Unallocated Corporate Capital Employed			4,279.56	3,994.11
TOTAL CAPITAL EMPLOYED			13,736.90	11,949.45

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 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 (Refer note 7 below)
Others	- Mainly Telecom upto 31st December, 2008 (Refer note 8 below)
- 3 No investor complaint was pending at the beginning of the quarter. During the quarter, one complaint was received, which has been attended by the company and no complaint was pending at the end of the quarter.
- 4 Pursuant to the Framework Agreement dated 10th June 2008 between the Company and Welspun Power and Steel Ltd. (Welspun), a Scheme of Arrangement u/s 391-394 of the Companies Act, 1956 is under implementation for transfer of Sponge Iron Unit of the Company on a 'going concern' basis for a consideration of Rs.1030 Crs. to Vikram Sponge Iron Ltd. (VSIL), a subsidiary of the Company, incorporated during the current year. In Terms of the subject Agreement, the consideration payable by VSIL to the company shall be funded by way of infusion of funds into VSIL by Welspun through a combination of equity and debts. Pursuant to such funding by Welspun and upon the Scheme becoming effective, Welspun will own substantial majority stake in VSIL. The Scheme has been sanctioned by Hon'ble High Court of Madhya Pradesh, Indore Bench vide its order dated 29th April 2009. Necessary steps are being taken for making the above Scheme effective. The transaction is expected to be completed by June 2009.
- 5 During the quarter following capacities were commissioned -
 - (a) 3.3 Mn TPA capacity clinkerisation plant and 23 MW Thermal Power Plant, at Kotputli (Rajasthan).
 - (b) 1.6 Mn TPA capacity Cement Mill and 25 MW Thermal Power Plant, at Aditya Cement, Shambhupura (Rajasthan).With the commissioning of the aforesaid capacities, the total Cement capacity has increased to 19.65 MnTPA.
- 6 The company has revised estimated useful life of some of the assets, on account of which depreciation is higher by Rs 6.34 Crs for three months ended 31st March, 2009 and by Rs. 24.06 Crs for year ended 31st March, 2009.
- 7 The standalone financial results of the company for three months/ year ended 31st March, 2009 do not include the financial results of the erstwhile textile units at Bhiwani, as the same were transferred to Grasim Bhiwani Textiles Ltd. (GBTL), a subsidiary of the company, w.e.f. 1st October, 2007. The impact of the same on the company's standalone financial results for the year ended 31st March, 2009 is not material.
- 8 Pursuant to an MoU signed by Promoting Companies of Idea Cellular Ltd. (Idea), the Company's share in net profit of Idea for the three months ended 31st March, 2009 has been consolidated as per equity method of accounting in accordance with Accounting Standard on Accounting for Investments in Associates (AS-23). The financial results of Idea were consolidated as Joint Venture till 31st December, 2008.
- 9 The consolidated financial results of the company for three months/ year ended 31st March, 2009 do not include the financial results of Shree Digvijay Cement Company Ltd. (SDCCL), as it ceased to be a subsidiary of the company w.e.f. 25th March, 2008. The company's consolidated net profit for the corresponding three months / year ended 31st March, 2008 is after considering net loss of SDCCL Rs. 21.52 Crs and Rs.7.37 Crs respectively.
- 10 The Board of Directors has recommended a dividend of Rs.30 per share.
- 11 Previous period's figures have been regrouped / rearranged wherever necessary to conform to the current period's classification.
- 12 The above results have been reviewed by the Audit Committee of the Board and approved by the Board of Directors at the meeting held on 19th May, 2009.

For and on behalf of Board of Directors

Place : Mumbai
Date : 19th May, 2009

D. D. Rathi
Whole-time Director

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