



**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30 TH SEPTEMBER, 2002**

(Rs. in Crores)

| FINANCIAL RESULTS   | Quarter Ended 30 <sup>th</sup> Sep |               | Change %    | Year to Date  |               | Change %    | Year Ended 31 <sup>st</sup> Mar' 02 (Audited) | SEGMENT REPORTING  | Quarter Ended 30 <sup>th</sup> Sep' 02 | Half Year Ended 30 <sup>th</sup> Sep' 02 | Year Ended 31 <sup>st</sup> Mar' 02 (Audited) |
|---|------------------------------------|---------------|-------------|---------------|---------------|-------------|---|--|--|--|---|
|   | 2002                               | 2001          |             | 2002          | 2001          |             |   |  |  |  |   |
| Sales   | 449.15                             | 403.84        |             | 850.61        | 781.15        |             | 1,551.55                                      | <b>Segment Revenue</b>   |  |  |   |
| Less: Excise Duty   | 44.18                              | 40.72         |             | 80.36         | 75.90         |             | 143.39  | Garments   | 89.06                                  | 167.50                                   | 349.88  |
| <b>Net Sales / Income from Operations</b>                         | <b>404.97</b>                      | <b>363.12</b> | <b>12%</b>  | <b>770.25</b> | <b>705.25</b> | <b>9%</b>   | <b>1,408.16</b>                               | Rayon ( Including Caustic & Allied Chemicals )                   | 86.42                                  | 167.76                                   | 232.26  |
| Other Income  | 7.47                               | 2.04          |             | 8.53          | 4.20          |             | 9.53  | Carbon Black   | 80.37                                  | 156.84                                   | 280.64  |
| <b>Total Income</b>   | <b>412.44</b>                      | <b>365.16</b> | <b>13%</b>  | <b>778.78</b> | <b>709.45</b> | <b>10%</b>  | <b>1,417.69</b>                               | Insulators   | 50.22                                  | 94.21                                    | 197.08  |
| <b>Total Expenditure:</b>   |                                    |               |             |               |               |             |   | Textiles ( Spun Yarn & Fabrics )                                 | 85.40                                  | 165.63                                   | 307.42  |
| Decrease / (Increase) in Stock in Trade                           | (9.70)                             | (4.37)        |             | (3.42)        | (14.23)       |             | 6.13  | Others   | 13.50                                  | 18.36                                    | 41.98   |
| Consumption of Raw Materials, etc.                                | 191.44                             | 166.19        |             | 352.06        | 327.04        |             | 646.02  | <b>Total Segment Revenue</b>                                     | <b>404.97</b>                          | <b>770.30</b>                            | <b>1,409.26</b>                               |
| Staff Cost  | 35.02                              | 31.88         |             | 67.41         | 61.69         |             | 119.74  | <b>Less : Inter segment revenue</b>                              |  | <b>(0.05)</b>                            | <b>(1.10)</b>                                 |
| Other Expenditure   | 118.22                             | 112.19        |             | 225.96        | 227.38        |             | 445.20  | <b>Net Sales / Income from operation</b>                         | <b>404.97</b>                          | <b>770.25</b>                            | <b>1,408.16</b>                               |
| Interest and Finance Expenses (Net)                               | 9.79                               | 13.34         |             | 22.74         | 24.58         |             | 45.53   | <b>Segment Results ( Profit before Interest and Tax - PBIT )</b> |  |  |   |
| <b>Profit Before Depreciation, Royalty &amp; Tax</b>              | <b>67.67</b>                       | <b>45.93</b>  | <b>47%</b>  | <b>114.03</b> | <b>82.99</b>  | <b>37%</b>  | <b>155.07</b>                                 | Garments   | 0.21                                   | (2.09)                                   | (7.74)  |
| Royalty to Wholly-owned Subsidiary                                | 2.77                               | 2.32          |             | 4.40          | 4.59          |             | 8.79  | Rayon ( Including Caustic & Allied Chemicals )                   | 24.72                                  | 45.73                                    | 29.61   |
| Depreciation and Amortisation                                     | 18.80                              | 18.38         |             | 37.31         | 36.66         |             | 73.54   | Carbon Black   | 13.67                                  | 24.62                                    | 45.00   |
| <b>Profit Before Tax and Exceptional Item</b>                     | <b>46.10</b>                       | <b>25.23</b>  | <b>83%</b>  | <b>72.32</b>  | <b>41.74</b>  | <b>73%</b>  | <b>72.74</b>                                  | Insulators   | 10.45                                  | 19.41                                    | 38.68   |
| Voluntary Retirement Cost at Textiles                             | -                                  | (0.22)        |             | -             | (0.42)        |             | (7.58)  | Textiles ( Spun Yarn & Fabrics )                                 | 1.42                                   | 3.39                                     | 11.09   |
| Surplus on Sale of Assets under Disposal                          | -                                  | -             |             | -             | -             |             | 8.91  | Others   | 0.72                                   | 0.33                                     | 0.33  |
| <b>Profit After Exceptional Item</b>                              | <b>46.10</b>                       | <b>25.01</b>  | <b>84%</b>  | <b>72.32</b>  | <b>41.32</b>  | <b>75%</b>  | <b>74.07</b>                                  | <b>Total Segment Result</b>                                      | <b>51.19</b>                           | <b>91.39</b>                             | <b>116.97</b>                                 |
| Provision for Current Tax   | 3.17                               | 1.62          |             | 4.98          | 2.65          |             | 5.00  | <b>Less: Interest and Finance Expenses (Net)</b>                 | <b>(9.79)</b>                          | <b>(22.74)</b>                           | <b>(45.53)</b>                                |
| <b>Net Profit After Current Tax</b>                               | <b>42.93</b>                       | <b>23.39</b>  | <b>84%</b>  | <b>67.34</b>  | <b>38.67</b>  | <b>74%</b>  | <b>69.07</b>                                  | <b>Add: Net of Unallocable Income / ( Expenditure )</b>          | <b>4.70</b>                            | <b>3.67</b>                              | <b>1.30</b>                                   |
| Provision for Deferred Tax  | 5.20                               | 8.27          |             | 14.53         | 13.64         |             | 25.61   | <b>Profit Before Tax and Exceptional item</b>                    | <b>46.10</b>                           | <b>72.32</b>                             | <b>72.74</b>                                  |
| <b>Net Profit</b>   | <b>37.73</b>                       | <b>15.12</b>  | <b>150%</b> | <b>52.81</b>  | <b>25.03</b>  | <b>111%</b> | <b>43.46</b>                                  | <b>Less: Voluntary Retirement Cost at Textiles</b>               |  |  | <b>(7.58)</b>                                 |
| Paid up Equity Share Capital (Face Value of Rs.10 each)           | 59.88                              | 59.88         |             | 59.88         | 59.88         |             | 59.88   | <b>Add: Surplus on Sale of Assets under Disposal</b>             |  |  | <b>8.91</b>                                   |
| Reserves  | -                                  | -             |             | -             | -             |             | 1,030.91                                      | <b>Profit After Exceptional item</b>                             | <b>46.10</b>                           | <b>72.32</b>                             | <b>74.07</b>                                  |
| <b>Basic and Diluted Earning Per Share (Not annualised) (Rs.)</b> |                                    |               |             |               |               |             |   | <b>Capital Employed</b>  |  |  |   |
| Before Deferred Tax   | 7.17                               | 3.91          |             | 11.25         | 6.46          |             | 11.53   | <b>( Segment assets - Segment liabilities )</b>                  |  | <b>As on</b>                             |   |
| After Deferred Tax  | 6.30                               | 2.53          |             | 8.82          | 4.18          |             | 7.26  | Garments   |  | <b>30<sup>th</sup> Sep' 02</b>           | <b>31<sup>st</sup> Mar' 02</b>                |
| Cash Earning  | 10.31                              | 6.98          |             | 17.48         | 12.58         |             | 23.82   | Rayon ( Including Caustic & Allied Chemicals )                   |  | 218.38                                   | 226.43  |
| <b>Aggregate of Non-Promoter Shareholding</b>                     |                                    |               |             |               |               |             |   | Carbon Black   |  | 260.04                                   | 284.38  |
| Number of Shares  |                                    |               |             | 43,750,822    | 43,747,563    |             | 43,747,447                                    | Carbon Black   |  | 295.55                                   | 303.28  |
| Percentage of Shareholding  |                                    |               |             | 73.07%        | 73.06%        |             | 73.06%  | Insulators   |  | 121.52                                   | 138.51  |
|   |                                    |               |             |               |               |             |   | Textiles ( Spun Yarn & Fabrics )                                 |  | 169.95                                   | 170.36  |
|   |                                    |               |             |               |               |             |   | Others   |  | 24.32                                    | 39.11   |
|   |                                    |               |             |               |               |             |   | <b>Total Segment Capital Employed</b>                            |  | <b>1089.76</b>                           | <b>1162.07</b>                                |
|   |                                    |               |             |               |               |             |   | <b>Add: Unallocated Corporate assets</b>                         |  | <b>397.69</b>                            | <b>370.60</b>                                 |
|   |                                    |               |             |               |               |             |   | <b>Total Capital Employed</b>                                    |  | <b>1487.45</b>                           | <b>1532.67</b>                                |

**Notes:**

- Under a Scheme of Arrangement filed in Gujarat High Court in terms of Section 391 to 394 of the Companies Act, 1956, the Insulator Business of the Company is proposed to be demerged with effect from 1<sup>st</sup> August 2002 to Vikram Insulators Pvt. Ltd after obtaining necessary approvals. Pending approval of the scheme, no effect has been given in the accounts of the proposed demerger and the results are prepared as if Insulator Business is part of the company.
- The Company has entered into a Share Purchase Agreement with Oil and Natural Gas Corporation Limited for sale of 41,012,461 Equity shares of MRPL @ Rs. 2 per share and such sale will be completed only after obtaining the necessary government / statutory approvals. In the event of completion of the sale, the Company will incur a "loss on sale of Investment" of Rs. 56.9 crores, which will be accounted for when the sale is completed.  
"In the event the sale of the aforesaid shares is not completed before end of the current financial year, the Company will determine the decline, other than temporary, in the value of aforesaid shares and, in accordance with past practice, the carrying amount of all long term investment will be adjusted for the decline, other than temporary, at the time of preparation of annual accounts."
- Previous year figures are regrouped/ rearranged wherever necessary.
- The above results have been taken on record at a meeting of the Board of Directors held on 24<sup>th</sup> October, 2002 and results for the half year ended 30<sup>th</sup> September, 2002 have been reviewed by the Auditors of the Company.

24<sup>th</sup> October 2002  
Mumbai

**B.L. SHAH**  
Director