



UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 31ST DECEMBER, 2002

(Rs. in Crores)

(Rs. in Crores)

FINANCIAL RESULTS	Quarter Ended 31 <sup>st</sup> Dec		Year to Date		Year Ended	SEGMENT REPORTING	Quarter Ended 31 <sup>st</sup> Dec		Year to Date		Year Ended
	2002	2001	2002	2001	31 <sup>st</sup> March, 2002 (Audited)		2002	2001	2002	2001	31 <sup>st</sup> March, 2002 (Audited)
Sales	410.45	406.69	1,224.50	1,187.84	1,551.55	Segment Revenue					
Less: Excise Duty	39.35	33.95	117.55	109.85	143.39	Garments	92.03	109.78	259.53	287.98	349.88
<b>Net Sales / Income from Operation</b>	<b>371.10</b>	<b>372.74</b>	<b>1,106.95</b>	<b>1,077.99</b>	<b>1,408.16</b>	Rayon Yarn ( Including Caustic & Allied Chemicals )	91.17	45.78	258.93	190.87	232.26
Other Income	0.97	2.00	8.97	6.20	9.53	Carbon Black	81.49	69.63	238.33	203.52	280.64
<b>Total Income</b>	<b>372.07</b>	<b>374.74</b>	<b>1,115.92</b>	<b>1,084.19</b>	<b>1,417.69</b>	Insulators	-	59.78	59.81	131.95	197.08
<b>Total Expenditure:</b>						Textiles ( Spun Yarns & Fabrics )	93.92	73.56	259.55	233.02	307.42
Decrease / (Increase) in Stock in Trade	1.54	13.63	(3.36)	(0.60)	6.13	Others	12.49	14.21	30.85	31.02	41.98
Consumption of Raw Materials, etc.	164.62	167.64	506.34	494.68	646.02	<b>Total Segment Revenue</b>	<b>371.10</b>	<b>372.74</b>	<b>1,107.00</b>	<b>1,078.36</b>	<b>1,409.26</b>
Staff Cost	30.74	28.50	93.67	90.19	119.74	Less : Inter segment revenue			(0.05)	(0.37)	(1.10)
Other Expenditure	113.08	116.95	328.10	344.33	445.20	<b>Net Sales / Income from operation</b>	<b>371.10</b>	<b>372.74</b>	<b>1,106.95</b>	<b>1,077.99</b>	<b>1,408.16</b>
<b>Profit Before Interest, Depreciation, Royalty &amp; Tax</b>	<b>62.09</b>	<b>48.02</b>	<b>191.17</b>	<b>155.59</b>	<b>200.60</b>	<b>Segment Results ( Profit before Interest and Tax - PBIT )</b>					
Interest and Finance Expenses	10.55	16.26	36.30	47.75	62.30	Garments	(3.75)	(0.16)	(5.84)	1.39	(7.74)
Add: Interest Income	9.53	1.96	13.06	8.87	16.77	Rayon Yarn ( Including Caustic & Allied Chemicals )	27.72	(0.68)	73.45	24.49	29.61
<b>Profit Before Depreciation, Royalty &amp; Tax</b>	<b>61.07</b>	<b>33.72</b>	<b>167.93</b>	<b>116.71</b>	<b>155.07</b>	Carbon Black	16.82	11.18	41.44	32.75	45.00
Royalty to Wholly-owned Subsidiary	2.76	2.77	7.16	7.36	8.79	Insulators	-	12.08	12.69	25.04	38.68
Depreciation and Amortisation	17.77	18.56	54.11	55.22	73.54	Textiles ( Spun Yarns & Fabrics )	1.60	2.11	4.99	8.64	11.09
<b>Profit Before Tax and Exceptional Items</b>	<b>40.54</b>	<b>12.39</b>	<b>106.66</b>	<b>54.13</b>	<b>72.74</b>	Others	0.68	0.51	1.01	(0.15)	0.33
Voluntary Retirement Cost at Textiles	-	(6.93)	-	(7.35)	(7.58)	<b>Total Segment Result</b>	<b>43.07</b>	<b>25.04</b>	<b>127.74</b>	<b>92.16</b>	<b>116.97</b>
Surplus on Sale of Assets under Disposal	-	-	-	-	8.91	Less: Interest and Finance Expenses	(10.55)	(16.26)	(36.30)	(47.75)	(62.30)
<b>Profit After Exceptional Items</b>	<b>40.54</b>	<b>5.46</b>	<b>106.66</b>	<b>46.78</b>	<b>74.07</b>	Add: Interest Income	9.53	1.96	13.06	8.87	16.77
Provision for Current Tax	2.79	0.36	7.47	3.01	5.00	Add: Net of Unallocable Income / ( Expenditure )	(1.51)	1.65	2.16	0.85	1.30
Add: Excess Tax Provision of Earlier Year Written Back	11.47	-	11.47	-	-	<b>Profit Before Tax and Exceptional items</b>	<b>40.54</b>	<b>12.39</b>	<b>106.66</b>	<b>54.13</b>	<b>72.74</b>
<b>Net Profit After Current Tax</b>	<b>49.22</b>	<b>5.10</b>	<b>110.66</b>	<b>43.77</b>	<b>69.07</b>	Less: Voluntary Retirement Cost at Textiles	-	(6.93)	-	(7.35)	(7.58)
Provision for Deferred Tax	9.14	1.47	23.12	15.11	25.61	Add: Surplus on Sale of Assets under Disposal	-	-	-	-	8.91
<b>Net Profit</b>	<b>40.08</b>	<b>3.63</b>	<b>87.54</b>	<b>28.66</b>	<b>43.46</b>	<b>Profit After Exceptional items</b>	<b>40.54</b>	<b>5.46</b>	<b>106.66</b>	<b>46.78</b>	<b>74.07</b>
Paid up Equity Share Capital (Face Value of Rs.10 each)	59.88	59.88	59.88	59.88	59.88	<b>Capital Employed</b>					
Reserves	-	-	-	-	1,030.91	( Segment assets - Segment liabilities )			<b>As on</b>		
Basic and Diluted Earning Per Share (Not annualised) (Rs.)	6.69	0.61	14.62	4.79	7.26	Garments			<b>31<sup>st</sup> Dec, 2002</b>	<b>31<sup>st</sup> Dec, 2001</b>	<b>31<sup>st</sup> March, 2002</b>
Cash Earning Per Share (Not annualised) (Rs.)	11.19	3.95	27.52	16.53	23.82	Rayon Yarn ( Including Caustic & Allied Chemicals )			204.94	224.25	226.43
						Carbon Black			248.69	277.18	284.38
						Insulators			278.27	321.52	303.28
						Textiles ( Spun Yarns & Fabrics )			117.87 #	135.77	138.51
						Others			163.95	163.59	170.36
						<b>Total Segment Capital Employed</b>			21.98	33.29	39.11
						Add: Unallocated Corporate assets			1035.70	1155.60	1162.07
						<b>Total Capital Employed</b>			438.67	400.29	370.60
									1474.37	1555.89	1532.67

Notes:

# As on Demerger Date

- As the Scheme of Arrangement sanctioned by the High Court of Gujarat became effective on 10<sup>th</sup> January 2003, the Insulator Business has been demerged from the Company w.e.f 1<sup>st</sup> August 2002 (Appointed Date) on a going concern basis. The operations relating to Insulator Business from 1<sup>st</sup> August 2002, carried on in trust for resulting company, do not form part of the Company's working and are therefore excluded from the results.  
In view of this, the figures for the quarter/period are not comparable with those of the previous year. Please also refer the segmental reporting statement for the working considered of Insulators business in the above results. On such demerger, the resulting company is to allot shares and debentures to the Company, the aggregate of which is estimated to exceed the net book value of Insulator Business by Rs. 39.50 crores, which would be accounted for when the foregoing shares and debentures are actually allotted by the resulting 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. 56.90 crores, which will be accounted for when the sale is completed.  
However, 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 all long term investment, including aforesaid shares and, in accordance with past practice, the carrying amount of all long term investment if any, 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 28<sup>th</sup> January, 2003

Place: Mumbai  
Date: 28<sup>th</sup> January, 2003

B.L.SHAH  
Director

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