

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30, 2006

(Rs million)

S No	Particulars	Quarter ended September 30		Half Year ended September 30		Accounting year ended March 31,
		2006	2005	2006	2005	2006
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Sales/Income	2431.5	1905.0	4585.7	3736.8	8744.3
	Less: Inter Division Transfers	393.8	310.6	683.3	597.2	1307.9
	Net sales/Income	2037.7	1594.4	3902.4	3139.6	7436.4
2.	Other Income	32.9	20.7	86.8	33.4	91.0
3.	Total Expenditure	1564.3	1230.3	3099.0	2437.1	5939.2
	a) (Increase)/decrease in stock in trade	(120.9)	(3.2)	3.2	78.6	187.6
	b) Consumption of raw materials	950.0	683.3	1704.5	1276.8	3196.3
	c) Staff cost	189.3	143.0	365.9	279.7	655.8
	d) Manufacturing expenses	343.1	256.6	633.1	497.5	1074.9
	e) Other expenditure	202.8	150.6	392.3	304.5	824.6
4.	Profit before depreciation, interest and tax (1+2-3)	506.3	384.8	890.2	735.9	1588.2
5.	Interest and finance charges	82.0	57.0	165.1	117.9	254.1
6.	Depreciation	194.6	150.0	376.6	299.9	614.0
7.	Profit before tax (4-5-6)	229.7	177.8	348.5	318.1	720.1
8.	Provision for Taxation (Refer Note No.5)	98.2	39.6	129.9	67.8	151.9
9.	Profit after tax (7-8)	131.5	138.2	218.6	250.3	568.2
10.	Paid-up equity share capital (Face value of Rs 10/- each)	1941.9	1941.9	1941.9	1941.9	1941.9
11.	Reserves (excluding revaluation reserves) (as per balance sheet of previous accounting year)					1577.2
12.	Earning Per Share (Face value of Rs 10/- each) - Basic & Diluted (Rs)	0.68	0.71	1.13	1.29	2.93
13	Aggregate of Public Shareholding - No. of Shares - Percentage of Shareholding	70851302 36.48	67451302 34.73	70851302 36.48	67451302 34.73	70851302 36.48

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs million)

S No	Particulars	Quarter ended September 30		Half Year ended September 30		Accounting year ended March 31,
		2006	2005	2006	2005	2006
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Segment Revenue					
	a] Yarn	860.3	597.8	1564.4	1219.3	2508.3
	b] Terry Towel	1183.2	935.4	2363.3	1772.8	4881.2
	c] Paper & Chemicals	396.5	371.8	714.2	744.7	1420.7
	Less: Inter segmental sales	393.8	310.6	683.3	597.2	1308.3
	Net Sales/ Income from Operations	2046.2	1594.4	3958.6	3139.6	7501.9
2.	Segment Results [Profit before tax and interest from each segment]					
	a] Yarn	120.6	59.8	196.0	138.9	275.3
	b] Terry Towel	156.5	100.3	254.8	172.5	492.7
	c] Paper & Chemicals	58.3	102.6	120.2	203.1	384.3
	Total	335.4	262.7	571.0	514.5	1152.3
	Less:					
	a] Interest	82.0	57.0	165.1	117.9	254.1
	b] Other un-allocable expenditure net of un-allocable income	23.7	27.9	57.4	78.5	178.1
	Total Profit before tax	229.7	177.8	348.5	318.1	720.1
3.	Capital Employed (Segment Assets – Segment Liabilities)					
	a] Yarn	3493.0	1703.1	3493.0	1703.1	3486.0
	b] Terry Towel	4854.6	4982.8	4854.6	4982.8	5101.4
	c] Paper & Chemicals	2439.4	1225.3	2439.4	1225.3	1937.3
	Total*	10787.0	7911.2	10787.0	7911.2	10524.7
	<i>* Includes capital work in progress</i>	1755.9	1101.2	1755.9	1101.2	1209.3

Notes

- 1 The above results have been approved by the Board in its meeting held on October 27, 2006.
- 2 The Company has commenced commercial production on 46,080 spindles under its Yarn Spinning Expansion Project (Unit IV). With completion of this phase of expansion, the total capacity of Yarn Division of the Company has increased to 1,25,952 spindles and 1920 rotors.
- 3 The shareholders have approved a dividend of Re. 1 per equity share (nominal value of Rs. 10 per equity share) aggregating Rs. 194.2 million for the year 2005-6 in the AGM of the Company held on September 27, 2006.
- 4 Pursuant to Notification No 08(RE-2006)/2004-2009 dated June 12, 2006, the Central Government has made amendments in the Target Plus Scheme of the Foreign Trade Policy (RE 2005) 2004-2009, in respect of the exports made during the year 2005-06. The notification has an impact in the form of partial withdrawal of the subject incentives by the Central Government with retrospective effect, i.e. from April 1, 2005. The Company has challenged the retrospective application of the above amendment in the High Court of Punjab and Haryana at Chandigarh and therefore, no provision has been considered necessary with regard to Rs 78 millions, recognized during the year ended March 31, 2006 as receivable under the Scheme in respect of the exports made during that year.
- 5 Tax provision is calculated on the basis of annual effective tax rate and includes deferred tax and fringe benefit tax. Provision for tax for the quarter and for the half-year ended September 30, 2006 include Rs. 83.1 million in relation to prior years due to a matter in litigation.
- 6 Status of investors Complaints (Nos.): Opening Balance as on 01.07.2006 (Nil); Received during the quarter (9); Disposed off during the quarter (9); Closing balance as on 30.09.2006 (Nil).
- 7 The previous financial period figures have been regrouped/rearranged, wherever necessary, to make them comparable.

By Order of the Board
For ABHISHEK INDUSTRIES LIMITED

Place: Ludhiana
Date : October 27, 2006

sd/-
[RAJINDER GUPTA]
MANAGING DIRECTOR