

INDO RAMA Synthetics (India) Limited

Registered Office: 31-A, MIDC Industrial Area, Butibori - 441122, District Nagpur, Maharashtra
Corporate Office: Dr. Gopal Das Bhawan, 28 Barakhamba Road, New Delhi - 110001

FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED DECEMBER 31, 2007

(Rs. in Crores, unless otherwise indicated)

S. No.	Particulars	Third Quarter Ended		Nine Months Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
		31.12.2007	31.12.2006	31.12.2007	31.12.2006	31.03.2007
1	Gross Turnover	584.77	575.37	2,037.54	1,502.47	2,156.87
	Less : Excise Duty on Sales	39.71	38.46	136.19	104.15	145.19
	Net Turnover	545.06	536.91	1,901.35	1,398.32	2,011.68
2	Other Income	25.21	25.04	62.85	26.44	49.31
3	Total Income (1+2)	570.27	561.95	1964.20	1424.76	2060.99
4	Expenditure :					
	A. (Increase) in Stock-in-Trade and work in progress	(78.30)	(23.84)	(168.39)	(123.34)	(132.65)
	B. Movement in Excise Duty on Stocks-in-Trade	5.45	2.48	14.88	10.74	11.92
	C. Consumption of Raw - materials	465.68	468.33	1,592.01	1,167.79	1,662.49
	D. Purchase of traded goods	-	(0.23)	-	26.12	26.11
	E. Employees Cost	13.55	9.72	39.03	28.76	39.41
	F. Other Expenditure	97.56	72.07	291.45	202.93	288.84
	Total	503.94	528.53	1,768.98	1,313.00	1,896.12
5	Earning Before Exceptional items, Interest, Depreciation & Taxes (EBIDTA) (3-4)	66.33	33.42	195.22	111.76	164.87
6	Depreciation / Amortisation	36.77	28.01	108.20	77.73	106.81
7	Profit Before Interest, Exceptional items & Tax (5-6)	29.56	5.41	87.02	34.03	58.06
8	Interest	25.22	12.67	56.33	25.15	35.93
9	Exceptional Items (Income)	6.37	12.15	2.34	12.15	12.15
10	Prior period items (Income)	0.57	-	0.57	-	-
11	Net Profit / (Loss) Before Tax (PBT) (7-8+9+10)	11.28	4.89	33.60	21.03	34.28
12	Provision for Taxation					
	- Income Tax (MAT)	0.82	0.34	2.41	1.48	2.32
	- Less: MAT Credit Entitlement	(0.82)	(0.34)	(2.41)	(1.48)	(2.32)
	- Reversal of excess MAT liability for earlier years	-	-	-	(0.52)	(0.59)
	- Fringe Benefit Tax	0.30	0.20	1.00	0.60	0.90
	- Deferred Tax Charge	3.77	1.65	11.32	7.00	13.33
	- Total tax expense	4.07	1.85	12.32	7.08	13.64
13	Net Profit / (Loss) after Tax (PAT) (10-11)	7.21	3.04	21.28	13.95	20.64
14	Paid-up Equity Share Capital (Face Value of Rs.10 per share)	131.83	131.83	131.83	131.83	131.83
15	Equity Share Suspense (Representing 2,00,00,000 shares of Rs.10 each to be allotted to the shareholders of erstwhile IRPL)	20.00		20.00		-
16	Reserves (excluding Revaluation Reserve)					412.36
17	Basic and diluted EPS for the period (Not Annualised, including equity shares in Equity Share Suspense Account) (Rs.)	0.47	0.23	1.40	1.06	1.57
18	Total Public Shareholding (Excluding Equity share suspense) :					
	- Number of Shares (Nos.)	45,740,700	45,432,659	45,740,700	45,432,659	45,500,659
	- Percentage of Shareholding (%)	34.70	34.46	34.70	34.46	34.51

Reporting of Segment Wise Revenue, Results and Capital Employed under clause 41 of the Listing Agreement for the Quarter / Nine months ended December 31, 2007.

(Rs. in Crores)

S. No.	Particulars	Third Quarter Ended		Nine Months Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
		31.12.2007	31.12.2006	31.12.2007	31.12.2006	31.03.2007
1	Segment Revenue (Net Sales / Income)					
	a) Segment - Polyester	553.18	-	1928.81	-	-
	b) Segment - Power	42.87	-	119.99	-	-
	c) Unallocated	1.89	-	13.37	-	-
	Total	597.94	-	2062.17	-	-
	Less : Inter Segment Revenue	27.67	-	97.97	-	-
	Net Sales / Income from operations	570.27	-	1964.20	-	-
2	Segment Results (Profit(+)/ Loss(-) before tax and interest from each Segment)					
	a) Segment - Polyester	29.52	-	64.47	-	-
	b) Segment - Power	15.35	-	28.73	-	-
	Total	44.87	-	93.20	-	-
	Add : Unallocable income net of unallocable expenditure					
	Less:					
	i. Interest	25.22	-	56.33	-	-
	ii. Other unallocable expenditure net of unallocable income	8.37	-	3.27	-	-
	iii. Elimination of Profit / (Loss) due to Inter Segment Revenue	-	-	-	-	-
	Total Profit Before Tax	11.28	-	33.60	-	-
3	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Segment - Polyester	1725.01	-	1725.01	-	-
	b) Segment - Power	144.83	-	144.83	-	-
	c) Unallocated	(1,290.16)	-	(1,290.16)	-	-
	Total	579.68	-	579.68	-	-

Notes:-

- The results for the quarter / nine months ended December 31, 2007 have been reviewed by the Auditors and were taken on record at the Board of Directors Meeting held on January 29, 2008.
- Indo Rama Petrochemicals Limited (IRPL), engaged in the business of power, has been amalgamated with the Company. The Scheme of Amalgamation (Scheme) was sanctioned by the Hon'ble High Court of Judicature at Bombay, Nagpur Bench vide its Order dated December 17, 2007. The Scheme became effective on December 31, 2007; the Appointed Date of the Scheme is February 1, 2007.
- a) Exceptional items for Quarter ended December 31, 2007 comprise profit of IRPL for the six months period from April 1, 2007 to September 30, 2007 and two months period from February 1, 2007 to March 31, 2007 amounting to Rs.4.03 crores and Rs.2.34 crores respectively. Further, Earning before Exceptional Items for the quarter ended December 31, 2007 includes profit of IRPL for quarter ended December 31, 2007 amounting to Rs.2.18 crores.
b) Exceptional items for the nine months period ended December 31, 2007 include profit of IRPL for the two months period ended February 1, 2007 to March 31, 2007 amounting to Rs.2.34 crores. Transactions of IRPL for the nine months period from April 1, 2007 to December 31, 2007 have been included in the respective accounts in the results for the nine months period ended December 31, 2007.
- The Company has adopted the Companies (Accounting Standard) Rules, 2006 with effect from April 1, 2007. As per AS 11, the exchange difference on foreign currency transactions relating to fixed assets acquired from a country outside India and also the exchange difference on liability relating to fixed assets acquired within India arising out of loan transactions have been adjusted to revenue as against adjusting the same to the carrying amount of fixed assets followed till March 31, 2007. As a result, net exchange gain of Rs.16.50 crores and a net exchange loss of Rs.4.86 crores, which otherwise would have been adjusted against the carrying amount of fixed assets, have been taken to the Profit and Loss Account during the 9 month and quarter ended December 31, 2007 respectively. As a result, the profit after tax for the 9 month ended December 31, 2007 is higher by Rs. 10.89 crores and for the quarter ended December 31, 2007 is lower by Rs. 3.21 crores.
- The Auditors' Report for March 2007 ended Accounts had a mention on the Cenvat Credit Accumulation due to invert duty structure on MEG. As compared to March 2007, accumulation is reduced from Rs.140.67 crores to Rs.120.84 crores by December 31, 2007.
- a) A fire broke out at the Butibori Plant of the Company on October 29, 2007. Fixed assets worth Rs.3.46 crores were damaged/ destroyed in the fire. The loss is insured at replacement value. The Company is planning to replace damaged/ destroyed fixed assets in next quarter and do not envisage any loss on this account hence no adjustment has been made in the current quarter.
b) Further, there was a loss of profit due to this fire which is covered under the terms of insurance policy for "consequential loss of profit". The Company has lodged a claim with insurance company for loss of profit till December 31, 2007. Pending final assessment by Insurance company, the Company has accounted for Rs.18.00 crores as part of the claim made, in the current quarter which is included in Other Income.
- A fire broke out at Butibori Plant of the Company on January 2, 2008. Loss of goods and assets are fully recoverable from the insurance company and therefore no charge to profit and loss account is envisaged.
- Pursuant to merger of Indo Rama Petrochemicals Limited with the Company, Power has been identified as a separate business segment in accordance with the requirements of Accounting Standards 17 "Segment Reporting". Accordingly, relevant information has been disclosed along with quarterly results.
- Segment Revenue, Results and Capital Employed figures include the respective amounts identifiable to each of the segments. Other un-allocable expenditure includes expenses incurred on common services not directly identifiable to the individual segments and corporate expenses.
- There was no investor complaint pending at the beginning of the quarter. During the quarter ended December 31, 2007, 50 investor complaints were received and all the 50 complaints were suitably disposed-off and no complaint was pending as on December 31, 2007.

For and on behalf of the Board of Directors

Place : New Delhi
Date : January 29, 2008

O. P. Lohia
Chairman & Managing Director