

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2008

(Rs. in Crores, unless otherwise indicated)

S. No.	Particulars	First Quarter Ended		Year Ended
		30.06.2008	30.06.2007	31.03.2008
		Un-audited	Un-audited	Audited
1	Gross Turnover	840.00	736.85	2,721.82
	Less : Excise Duty on Sales	49.83	49.92	176.30
	Net Turnover	790.17	686.93	2,545.52
2	Other Income	22.57	10.91	135.85
3	Total Income (1+2)	812.74	697.84	2,681.37
4	Expenditure :			
	A. Decrease / (Increase) in Stock-in-Trade and work in progress	133.59	36.19	(54.50)
	B. Movement in Excise Duty on Stocks-in-Trade	(11.09)	(2.61)	2.73
	C. Consumption of Raw - materials	503.06	529.07	2,071.34
	D. Employees Cos	13.70	12.51	52.11
	E. Other Expenditure	114.76	96.64	361.09
	Total	754.02	671.80	2,432.77
5	Earning Before Exceptional items, Interest, Depreciation & Taxes (EBIDTA) (3-4)	58.72	26.04	248.60
6	Depreciation / Amortisation	37.49	34.41	147.33
7	Profit Before Interest, Exceptional items & Tax (5-6)	21.23	(8.37)	101.27
8	Interest	24.13	18.68	83.85
9	Exceptional items	28.20	(31.20)	10.31
10	Net Profit / (Loss) Before Tax (PBT) (7-8-9)	(31.10)	4.15	7.11
11	Provision for Taxation			
	- Income Tax (MAT)	-	0.26	0.91
	- Less: MAT Credit Entitlement	-	(0.26)	(0.91)
	- Reversal of excess MAT liability for earlier years	-	-	-
	- Fringe Benefit Tax	0.21	0.49	1.26
	- Deferred Tax Charge	(10.50)	1.39	2.83
	- Total tax expense	(10.29)	1.88	4.09
12	Net Profit/ (Loss) after Tax (PAT) (10-11)	(20.81)	2.27	3.02
13	Paid-up Equity Share Capital (Face Value of Rs.10 per share)	151.83	131.83	151.83
14	Reserves (excluding Revaluation Reserve)			377.30
15	Basic and diluted EPS for the period (Not Annualised) (Rs.)	(1.37)	0.17	0.20
16	Total Public Shareholding (Excluding Equity share suspense) :			
	- Number of Shares (Nos.)	45,796,027	45,740,700	45,796,027
	- Percentage of Shareholding (%)	30.16	34.70	30.16

Reporting of Segment Wise Revenue, Results and Capital Employed under clause 41 of the Listing Agreement for the quarter ended June 30, 2008

(Rs. in Crores)

S. No.	Particulars	First Quarter Ended		Year Ended
		30.06.2008	30.06.2007	31.03.2008
		Un-audited	Un-audited	Audited
1	Segment Revenue (Net Sales / Income)			
	a) Segment - Polyester	776.53	699.25	2,604.27
	b) Segment - Power	59.19	31.82	185.03
	c) Unallocated	4.08	22.55	12.54
	Total	839.80	753.62	2,801.84
	Less : Inter Segment Revenue	27.06	24.58	130.78
	Net Sales/Income from operations	812.74	729.04	2,671.06
2	Segment Results (Profit+)/Loss(-) before tax and interest from each Segment)			
	a) Segment - Polyester	12.14	0.94	54.30
	b) Segment - Power	9.16	9.07	49.04
	Total	21.30	10.01	103.34
	Add : Unallocable income net of unallocable expenditure	-	14.75	-
	Less:			
	i. Interest	24.13	18.68	83.85
	ii. Other unallocable expenditure net of unallocable income	28.27	-	8.99
	iii. Elimination of Profit / (Loss) due to Inter Segment Revenue	-	1.93	3.39
	Total Profit Before Tax	(31.10)	4.15	7.11
3	Capital Employed (Segment Assets - Segment Liabilities)			
	a) Segment - Polyester	1,544.31	1,533.36	1,656.68
	b) Segment - Power	178.27	40.57	173.61
	c) Unallocated	(1,214.27)	(1,027.46)	(1,301.17)
	Total	508.31	546.47	529.12

Notes:-

- The results for the quarter ended June 30, 2008 have been reviewed by the Auditors and were taken on record at the Board of Directors Meeting held on July 29, 2008.
- The Company has continued to adjust the foreign exchange fluctuations on imported fixed assets, to the carrying cost of fixed assets, in compliance with Schedule VI to the Companies Act, 1956, based on a legal opinion obtained, which is at variance to the treatment prescribed in Accounting Standard (AS-11). Had the treatment as per AS-11 been followed, loss after tax for the quarter would have increased by Rs.20.65 crores.
- The Company has outstanding derivative instruments taken for hedging transaction undertaken for its variable interest rate and foreign currency related exposure on which mark to market loss as on June 30, 2008 stood at Rs.19.27 crores. The Company does not hold or issue derivative financial instruments for trading or speculative purpose and all the derivative entered into by the Company are to mitigate or offset the risk that arise from their normal business activities only. Pending adoption of AS-30, the Company has not provided for the losses on mark to market basis. Had the above loss been provided for, loss after tax for the quarter would have increased by Rs.12.72 crores.
- Exceptional item for the period represents net exchange loss of Rs.28.20 crores calculated as mark to market restatement of period end obligations/ assets. The loss in this regard is a non cash charge.
- Result of the current quarter includes figures for the erstwhile Indo Rama Petrochemicals Limited, merged with the Company vide court order dated December 17, 2007, therefore result for the quarter to that extent is not comparable with the corresponding figures of the previous quarter.
- There was no investor's complaint pending at the beginning of the quarter. During the quarter ended June 30, 2008, 23 investor's complaints were received and all the 23 complaints were suitably disposed-off and no complaint was pending as on June 30, 2008.
- Previous year / quarter figures have been regrouped / recast wherever necessary, to make them comparable.

For and on behalf of the Board of Directors

Place : New Delhi
Date : July 29, 2008

O. P. Lohia
Chairman & Managing Director