

**FINOLEX INDUSTRIES LIMITED**  
**REGISTERED OFFICE: D-1/10, M.I.D.C., CHINCHWAD, PUNE 411 019**

**FINANCIAL RESULTS**  
**FOR THE QUARTER ENDED 30th SEPTEMBER, 2007**

(Rs. in million)

Sr.No.	Particulars	Quarter ended 30.09.2007 (Unaudited)	Quarter ended 30.09.2006 (Unaudited)	Half Year ended 30.09.2007 (Unaudited)	Half Year ended 30.09.2006 (Unaudited)	Year ended 31.03.2007 ( Audited )
1	<b>Net Sales/Income from Operations</b>	<b>3264.276</b>	2328.828	<b>6548.016</b>	5016.855	12081.031
2	<b>Other Income</b>	<b>185.653</b>	90.194	<b>536.466</b>	159.375	444.182
3	<b>Total Income ( 1 + 2 )</b>	<b>3449.929</b>	2419.022	<b>7084.482</b>	5176.230	12525.213
4	<b>Expenditure</b>					
	a. (Increase)/Decrease in Stock-in-trade	<b>(555.636)</b>	(54.165)	<b>(384.148)</b>	121.340	(36.243)
	b. Consumption of raw materials	<b>2199.348</b>	1101.706	<b>4024.796</b>	2307.697	6669.855
	c. Purchase of Traded Goods	<b>158.202</b>	65.800	<b>293.778</b>	115.600	270.711
	d. Power and Fuel	<b>280.893</b>	256.737	<b>490.355</b>	501.634	1058.033
	e. Excise duty	<b>487.952</b>	367.665	<b>974.298</b>	758.121	1809.703
	f. Staff cost	<b>84.715</b>	73.356	<b>175.285</b>	135.418	261.591
	g. Depreciation	<b>142.529</b>	136.390	<b>283.543</b>	270.561	546.081
	h. Other expenditure	<b>221.264</b>	116.151	<b>438.383</b>	385.704	791.011
	i. Total	<b>3019.267</b>	2063.640	<b>6296.290</b>	4596.075	11370.742
5	<b>Interest/Finance charges</b>	<b>86.235</b>	41.994	<b>96.503</b>	136.289	137.320
6	<b>Exceptional Items</b>	<b>0.000</b>	0.000	<b>0.000</b>	0.000	0.000
7	<b>Profit from ordinary activities before tax</b>	<b>344.427</b>	313.388	<b>691.689</b>	443.866	1017.151
8	<b>Tax Expenses</b>					
	-Current tax	<b>127.000</b>	133.500	<b>244.000</b>	179.000	330.735
	-Deferred tax	<b>(24.467)</b>	(21.094)	<b>(40.531)</b>	(33.713)	(19.411)
	-Fringe benefit tax	<b>2.800</b>	1.100	<b>4.200</b>	3.100	7.000
9	<b>Net Profit</b>	<b>239.094</b>	199.882	<b>484.020</b>	295.479	698.827
10	<b>Paid up Equity Share capital (Nominal value Rs. 10 per share)</b>	<b>1240.265</b>	1240.179	<b>1240.265</b>	1240.179	1240.179
10	<b>Reserves (excluding Revaluation Reserve)</b>					4046.700
11	<b># Basic and diluted EPS (Rs)</b>	<b>1.93</b>	1.61	<b>3.90</b>	2.38	5.63
12	<b>Public Shareholding:</b>					
	i) Number of shares	<b>59404126</b>	60456969	<b>59404126</b>	60456969	60300969
	ii) Percentage of shareholding	<b>47.90</b>	48.75	<b>47.90</b>	48.75	48.62
	<b># As per weighted average number of shares outstanding during the period</b>					
	<b>* Includes 40192597 shares (32.41%) held by Finolex Cables Limited, a group company.</b>					

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED**

(Rs. in million)

Sr.No.	Particulars	Quarter ended 30.09.2007 (Unaudited)	Quarter ended 30.09.2006 (Unaudited)	Half Year ended 30.09.2007 (Unaudited)	Half Year ended 30.09.2006 (Unaudited)	Year ended 31.03.2007 ( Audited )
<b>1</b>	<b>SEGMENT REVENUE</b>					
	Net Sale /Income from each segment:					
a	PVC	2391.414	1919.224	4330.810	3812.703	9139.933
b	PVC Pipes & Fittings	1347.670	822.570	3091.885	2246.083	4954.444
	<b>Total</b>	<b>3739.084</b>	2741.794	<b>7422.695</b>	6058.786	14094.377
	Less: Inter segment Revenue	474.808	412.966	874.679	1041.931	2013.346
	<b>Net Sales / Income from Operations</b>	<b>3264.276</b>	2328.828	<b>6548.016</b>	5016.855	12081.031
<b>2</b>	<b>SEGMENT RESULTS</b>					
	Profit before tax and interest from each segment :					
a	PVC	332.019	242.062	537.704	374.303	771.572
b	PVC Pipes & Fittings	63.172	47.121	199.894	101.271	261.511
	<b>Total</b>	<b>395.191</b>	289.183	<b>737.598</b>	475.574	1033.083
	Less:					
I	Interest	86.235	41.994	96.503	136.289	137.320
II	Other un-allocable expenditure net off	24.097	14.832	55.462	42.011	101.872
III	Un-allocable income	59.568	81.031	106.056	146.592	223.260
	<b>Total Profit Before Tax</b>	<b>344.427</b>	313.388	<b>691.689</b>	443.866	1017.151
<b>3</b>	<b>CAPITAL EMPLOYED</b>					
	Segment Assets - Segment Liabilities :					
a	PVC	7550.179	5582.557	7550.179	5582.557	7096.998
b	PVC Pipes & Fittings	1264.896	889.100	1264.896	889.100	1194.119
c	Other than segments	3702.727	4693.986	3702.727	4693.986	2831.556

<b>Total</b>	<b>12517.802</b>	11165.643	<b>12517.802</b>	11165.643	11122.673
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**Notes-**

- 1 The above results have been reviewed by audit committee and approved by the Board at its meeting held on 22nd October, 2007.
- 2 The "Limited Review" of the financial results of the Company for the quarter ended 30th September 2007 has been completed by the statutory auditors.
- 3 Hitherto different methods for PVC Resin Plant and PVC Pipe Plants were followed for determining value of inventory. To bring uniformity , the entire stocks is now being valued on the basis of weighted average. As a result of this change, the net profit for the quarter and half year ended is higher by Rs. 14.500 million.
- 4 Other Income for the quarter and half year ended 30th September 2007 includes Rs.69.607 Million and Rs. 327.327 Million respectively towards gain on conversion/ settlement of liability denominated in foreign currency for purchase of raw material.
- 5 Shares held by Finolex Cables Ltd., a group Company, are not considered as part of public shareholding, which earlier were treated as part of non-promoter shareholding.
- 6 No complaint was pending at the beginning of the quarter and complaints received from 4 shareholders were all redressed during the quarter.

By order of the Board of Directors  
For Finolex Industries Limited

Pune  
22nd October 2007

K.P. Chhabria  
Managing Director