

**AUDITED FINANCIAL RESULTS FOR THE
 QUARTER AND YEAR ENDED 31st MARCH, 2008**

(Rs. Crores)

| Sr. No. | Particulars | Audited | Audited | | Audited | |
|---------|--|-------------------------|---------------|----------|----------------------|----------|
| | | 9 months ended 31.12.07 | Quarter ended | | Financial Year ended | |
| | | | 31.03.08 | 31.03.07 | 31.03.08 | 31.03.07 |
| 1. | Net Sales/Income from operations | 2547.65 | 868.51 | 727.02 | 3416.16 | 2821.29 |
| 2. | Other Income | 51.38 | 11.20 | 13.24 | 62.58 | 40.45 |
| 3. | Total Income (1+2) | 2599.03 | 879.71 | 740.26 | 3478.74 | 2861.74 |
| 4. | Expenditure : | | | | | |
| | a) (Increase)/Decrease in stock in trade and work in progress | (13.18) | (20.81) | (8.83) | (33.99) | (58.36) |
| | b) Consumption of raw and packing materials | 1432.10 | 501.96 | 433.88 | 1934.06 | 1663.24 |
| | c) Purchase of traded goods | 45.97 | 10.09 | 11.53 | 56.06 | 55.83 |
| | d) Employees' cost | 144.59 | 50.08 | 40.73 | 194.67 | 157.11 |
| | e) Depreciation | 32.37 | 11.40 | 11.76 | 43.77 | 45.42 |
| | f) Other expenditure | 516.61 | 194.74 | 143.21 | 711.35 | 581.71 |
| | Total Expenditure | 2158.46 | 747.46 | 632.28 | 2905.92 | 2444.95 |
| 5. | Interest | 6.99 | 1.28 | 1.51 | 8.27 | 6.87 |
| 6. | Profit before tax (3)-(4+5) | 433.58 | 130.97 | 106.47 | 564.55 | 409.92 |
| 7. | Tax expense: | | | | | |
| | a) Provision for current tax | 128.62 | 42.70 | 36.85 | 171.32 | 137.90 |
| | b) Provision for deferred tax | 10.67 | (1.29) | (1.76) | 9.38 | (2.37) |
| | c) Provision for fringe benefit tax | 4.47 | 1.49 | 2.30 | 5.96 | 4.46 |
| | d) Short/(Excess) tax provision for earlier years | (0.19) | 1.49 | - | 1.30 | - |
| 8. | Net Profit (6-7) | 290.01 | 86.58 | 69.08 | 376.59 | 269.93 |
| 9. | Prior period items (net) | (0.35) | 1.74 | (2.08) | 1.39 | (2.12) |
| 10. | Net Profit after prior period items (8-9) | 290.36 | 84.84 | 71.16 | 375.20 | 272.05 |
| 11. | Paid-up Equity Share Capital (Face value of Rs.10/- per share) | 95.92 | 95.92 | 95.92 | 95.92 | 95.92 |
| 12. | Reserves excluding revaluation reserves as per balance sheet | | | | 832.58 | 648.16 |
| 13. | Basic and diluted Earnings Per Share (EPS) (Rs.) | 30.27 | 8.85 | 7.42 | 39.12 | 28.36 |
| 14. | Public Shareholding | | | | | |
| | - Number of Shares | 48465617 | 48465617 | 50049391 | 48465617 | 50049391 |
| | - Percentage of Shareholding | 50.53 | 50.53 | 52.18 | 50.53 | 52.18 |

SEGMENT REPORTING

(Rs. Crores)

| Sr. No. | Particulars | Audited | Audited | | Audited | |
|---------|--|-------------------------|---------------|----------|----------------------|----------|
| | | 9 months ended 31.12.07 | Quarter ended | | Financial Year ended | |
| | | | 31.03.08 | 31.03.07 | 31.03.08 | 31.03.07 |
| 1. | Segment Revenue | | | | | |
| | a. Paints | 2490.92 | 844.69 | 701.73 | 3335.61 | 2745.16 |
| | b. Others | 145.58 | 48.94 | 51.58 | 194.52 | 178.28 |
| | Total | 2636.50 | 893.63 | 753.31 | 3530.13 | 2923.44 |
| | Less: Inter-segment revenue | 65.66 | 20.76 | 20.66 | 86.42 | 82.12 |
| | Net sales / income from operations | 2570.84 | 872.87 | 732.65 | 3443.71 | 2841.32 |
| 2. | Segment Results | | | | | |
| | Profit/(Loss) before tax and interest from each segment. | | | | | |
| | a. Paints | 433.64 | 132.83 | 108.05 | 566.47 | 422.64 |
| | b. Others | 20.86 | 5.20 | 7.14 | 26.06 | 24.63 |
| | Total | 454.50 | 138.03 | 115.19 | 592.53 | 447.27 |
| | Less: Interest | 6.99 | 1.28 | 1.51 | 8.27 | 6.87 |
| | Unallocated Expenses net of unallocable income | 13.93 | 5.78 | 7.21 | 19.71 | 30.48 |
| | Total profit before tax | 433.58 | 130.97 | 106.47 | 564.55 | 409.92 |
| 3. | Capital Employed | | | | | |
| | a. Paints | 483.20 | 555.52 | 464.35 | 555.52 | 464.35 |
| | b. Others | 85.70 | 88.87 | 55.20 | 88.87 | 55.20 |
| | c. Unallocable Assets less Liabilities | 392.60 | 284.11 | 224.53 | 284.11 | 224.53 |
| | Total | 961.50 | 928.50 | 744.08 | 928.50 | 744.08 |

Note: Others include Company's business units manufacturing Phthalic Anhydride and Pentaerythritol.

Notes:

- Net sales and operating income include income arising out of processing charges for products manufactured for the Joint Venture unit, Asian PPG Industries Limited and wholly owned subsidiary, Asian Paints Industrial Coatings Limited, lease rentals towards leasing of tinting machines to dealers and revenue from Home Solutions operations.
- The increase in other income is mainly due to receipt of higher income on investments as compared to corresponding year.
- During the quarter ended 31st March, 2008, 5 investor complaints were received and resolved. No investor complaints were pending at the beginning of the said quarter and no complaints were lying unresolved at the end of the quarter.
- The company paid an interim dividend of Rs 6.50 (Rupees Six and Paise Fifty only) per equity share of Rs. 10/- each (65%) in October, 2007. The Board of Directors have recommended a payment of final dividend of Rs.10.50 (Rupees ten and paise fifty only) per equity share of Rs. 10/- each (105%) for the financial year ended 31st March, 2008. The total dividend for the year including the final dividend (subject to the approval of shareholders at the ensuing Annual General Meeting) will be Rs.17/- (Rupees seventeen only) per equity share of Rs.10/- each (170%).
- The above results were reviewed by the Audit Committee on 7th May, 2008 and approved by the Board of Directors at their meeting held on 9th May, 2008.
- The previous period figures have been regrouped wherever required.

**AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE
 QUARTER AND YEAR ENDED 31st MARCH, 2008**

(Rs. Crores)

| Sr. No. | Particulars | Unaudited | Unaudited | | Audited | |
|---------|--|-------------------------|---------------|----------|----------------------|----------|
| | | 9 months ended 31.12.07 | Quarter ended | | Financial Year ended | |
| | | | 31.03.08 | 31.03.07 | 31.03.08 | 31.03.07 |
| 1. | Net Sales/Income from operations | 3271.29 | 1133.04 | 958.95 | 4404.33 | 3669.97 |
| 2. | Other Income | 48.59 | 13.36 | 13.61 | 61.95 | 37.25 |
| 3. | Total Income (1+2) | 3319.88 | 1146.40 | 972.56 | 4466.28 | 3707.22 |
| 4. | Expenditure : | | | | | |
| | a) (Increase)/Decrease in stock in trade and work in progress | (18.16) | (18.88) | (10.96) | (37.02) | (84.23) |
| | b) Consumption of raw and packing materials | 1864.83 | 666.62 | 584.99 | 2531.43 | 2219.18 |
| | c) Purchase of traded goods | 71.34 | 11.89 | 8.67 | 83.23 | 64.44 |
| | d) Employees' cost | 225.44 | 81.22 | 67.29 | 306.66 | 262.04 |
| | e) Depreciation | 43.73 | 15.44 | 17.32 | 59.17 | 61.14 |
| | f) Other expenditure | 625.33 | 236.47 | 191.99 | 861.80 | 730.47 |
| | Total Expenditure | 2812.51 | 992.76 | 859.30 | 3805.27 | 3253.04 |
| 5. | Interest | 17.25 | 3.91 | 4.26 | 21.16 | 18.91 |
| 6. | Profit(+)/Loss(-) from Associate Company | - | - | - | - | (0.40) |
| 7. | Profit before tax (3)-(4+5+6) | 490.12 | 149.73 | 109.00 | 639.85 | 434.87 |
| 8. | Tax expense: | | | | | |
| | a) Provision for current tax | 139.61 | 45.18 | 43.43 | 184.79 | 148.32 |
| | b) Provision for deferred tax | 11.39 | (0.83) | (2.29) | 10.56 | (2.88) |
| | c) Provision for fringe benefit tax | 4.82 | 1.61 | 2.36 | 6.43 | 4.81 |
| | d) Short/(Excess) tax provision for earlier years | (0.19) | 1.78 | (3.58) | 1.59 | (3.58) |
| 9. | Net Profit before extraordinary items (7-8) | 334.49 | 101.99 | 69.08 | 436.48 | 288.20 |
| 10. | Extraordinary Items (Note No. 2) | 7.06 | (0.22) | 7.76 | 6.84 | 7.76 |
| 11. | Net Profit (9-10) | 327.43 | 102.21 | 61.32 | 429.64 | 280.44 |
| 12. | Prior period items (Net) | (0.74) | 2.33 | (2.60) | 1.59 | (2.65) |
| 13. | Net Profit after prior period items (11-12) | 328.17 | 99.88 | 63.92 | 428.05 | 283.09 |
| 14. | Minority Interest | 13.51 | 5.36 | (2.69) | 18.87 | 2.06 |
| 15. | Net Profit attributable to shareholders (13-14) | 314.66 | 94.52 | 66.61 | 409.18 | 281.03 |
| 16. | Paid-up Equity Share Capital (Face value of shares: Rs.10/-each) | 95.92 | 95.92 | 95.92 | 95.92 | 95.92 |
| 17. | Reserves excluding revaluation reserves as per balance sheet | | | | 886.45 | 681.87 |
| 18. | Earnings Per Share (EPS) (Rs.) | | | | | |
| | a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year | 33.54 | 9.83 | 7.75 | 43.37 | 30.11 |
| | b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year | 32.80 | 9.85 | 6.94 | 42.66 | 29.30 |
| 19. | Public Shareholding | | | | | |
| | - Number of Shares | 48465617 | 48465617 | 50049391 | 48465617 | 50049391 |
| | - Percentage of Shareholding | 50.53 | 50.53 | 52.18 | 50.53 | 52.18 |

Notes:

- For the parent company, Indian subsidiaries and Joint Venture, the period considered in the above consolidated results is April 2007 to March 2008. In respect of overseas subsidiaries, the period considered in the above consolidated results is January to December 2007 except Nepal where the period considered is 15th January 2007 to 14th January 2008.
- Asian Paints (International) Limited, Mauritius, a wholly owned subsidiary of the Company, has disposed off its entire stake in Asian Paints (Queensland) Pty. Limited on 30th June 2007. The loss of Rs. 6.84 crores arising out of the above transaction has been considered under extraordinary item in the above results for the year ended 31st March, 2008.
- Asian PPG Industries Limited, a Joint Venture of the company had acquired '2K Business' from ICI Paints on 16th March, 2007. Financials for 2007-08 include profit and sales from '2K Business' and hence the figures are strictly not comparable in the above results for the year ended 31st March 2008.

CONSOLIDATED SEGMENT REPORTING

(Rs. Crores)

| Sr. No. | Particulars | Audited | |
|---------|--|----------------------|----------|
| | | Financial Year ended | |
| | | 31.03.08 | 31.03.07 |
| 1. | Segment Revenue | | |
| | a. Paints | 4,358.17 | 3611.07 |
| | b. Others | 194.52 | 178.28 |
| | Total | 4,552.69 | 3789.35 |
| | Less: Inter-segment revenue | (86.41) | (82.13) |
| | Net Sales / Income from operations | 4,466.28 | 3707.22 |
| 2. | Segment results | | |
| | Profit/(Loss) before tax and interest from each segment. | | |
| | a. Paints | 660.80 | 470.07 |
| | b. Others | 26.06 | 24.63 |
| | Total | 686.86 | 494.70 |
| | Less: Interest | (21.16) | (18.91) |
| | Unallocated Expenses Net of unallocable income | (32.69) | (48.69) |
| | Total profit before tax | 633.01 | 427.10 |
| 3. | Capital Employed | | |
| | a. Paints | 1,062.58 | 1034.55 |
| | b. Others | 88.88 | 55.20 |
| | c. Unallocable Assets less Liabilities | (169.09) | (311.96) |
| | Total | 982.37 | 777.79 |

Note : Others include Company's business units manufacturing Phthalic Anhydride and Pentaerythritol.

FOR AND ON BEHALF OF THE BOARD

 Date: 9th May, 2008
 Place: Mumbai

**SD/-
 ASHWIN CHOKSI
 CHAIRMAN**