

AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2006

(Rs. in Millions)

Sr. No.	Particulars	AUDITED	AUDITED	AUDITED
		Quarter ended	Quarter ended	Year ended
		30.06.06	30.06.05	31.03.06
1.	Net Sales and Operating Income (Net of Discounts and Excise duty)	6033.98	5099.73	23191.55
2.	Other Income	63.79	60.43	359.26
3.	Total Expenditure :			
	a) (Increase) / decrease in stock in trade	(662.31)	(49.07)	5.12
	b) Consumption of raw and packing materials	4061.29	3074.26	13512.23
	c) Employees' remuneration	356.19	330.91	1289.76
	d) Other expenditure	1339.70	1015.75	4865.24
4.	Interest	13.04	5.49	38.31
5.	Depreciation	109.74	110.62	455.28
6.	Profit Before Extraordinary item and Tax (1+2-3-4-5)	880.12	672.20	3384.87
7.	Extraordinary item (EOI)	-	-	336.00
8.	Profit before tax (6-7)	880.12	672.20	3048.87
9.	Provision for Current tax	291.46	223.50	1141.00
10.	Provision for Deferred Tax	0.88	1.25	(20.70)
11.	Provision for Fringe Benefit Tax	8.00	5.72	50.52
12.	Net Profit (8-9-10-11)	579.78	441.73	1878.05
13.	Prior period items (net)	0.40	1.95	(10.25)
14.	Profit after prior period items	580.18	443.68	1867.80
15.	Paid-up Equity Share Capital (Face value of share : Rs.10 each)	959.20	959.20	959.20
16.	Reserves excluding revaluation reserves (as per balance sheet)			5263.64
17.	Earning Per Share (EPS)			
	a. Basic and diluted EPS (Rs.) before EOI	6.05	4.63	22.98
	b. Basic and diluted EPS (Rs.) after EOI	6.05	4.63	19.47
18.	Aggregate of Non-promoter Shareholding			
	- Number of Shares	50074779	54808233	50617763
	- Percentage of Shareholding	52.20	57.14	52.77

SEGMENT REPORTING

(Rs. in Millions)

Sr. No.	Particulars	AUDITED	AUDITED	AUDITED
		Quarter ended	Quarter ended	Year ended
		30.06.06	30.06.05	31.03.06
1.	Segment Revenue			
	a. Paints	5915.30	4927.15	22548.30
	b. Others	344.05	341.39	1456.11
	Total	6259.35	5268.54	24004.41
	Less: Inter-segment revenue	189.08	129.92	604.42
	Net sales/income from operations	6070.27	5138.62	23399.99
2.	Segment Results - Profit/(Loss) before tax and interest from each segment.			
	a. Paints	950.10	731.43	3560.26
	b. Others	43.13	24.02	119.62
	Total	993.23	755.45	3679.88
	Less: Interest	(13.04)	(5.49)	(38.31)
	Unallocated Corporate Expenses net of unallocable income	(100.07)	(77.76)	(592.70)
	Total profit before tax	880.12	672.20	3048.87
3.	Capital Employed			
	a. Paints	3784.14	3840.95	4365.89
	b. Others	600.54	540.11	499.78
	c. Unallocable Corporate assets less Corporate Liabilities	2404.81	1784.82	1357.17
	Total capital employed	6789.49	6165.88	6222.84
	Note:			
	Others include Company's business units manufacturing Phthalic Anhydride and Pentaerythritol.			

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2006

(Rs. in Millions)

Sr. No.	Particulars	UNAUDITED		AUDITED
		Quarter ended	Quarter ended	Year ended
		30.06.06	30.06.05	31.03.06
1.	Net sales and Operating Income (Net of discounts and excise duty)	7773.00	6625.77	30210.35
2.	Other income	62.30	54.72	320.25
3.	Total expenditure :			
	a) (Increase) / decrease in stock in trade	(958.50)	(73.80)	(112.64)
	b) Consumption of raw and packing materials	5425.34	4050.13	18033.65
	c) Employees' remuneration	609.37	561.10	2233.25
	d) Other expenditure	1662.16	1274.68	6139.21
4.	Interest	40.23	24.06	114.29
5.	Depreciation	142.73	143.55	606.16
6.	Profit from associate company	(2.10)	0.40	(9.31)
7.	Profit Before Tax and amortisation of Goodwill (1+2-3-4-5+6)	911.87	701.17	3507.38
8.	Amortisation/Impairment of Goodwill	-	17.24	76.00
9.	Profit Before Tax after amortisation of Goodwill (7-8)	911.87	683.93	3431.38
10.	Provision for current tax, deferred tax and fringe benefit tax	322.49	250.43	1322.86
11.	Net Profit (9-10)	589.38	433.50	2108.52
12.	Prior period items (net)	0.40	1.95	(10.29)
13.	Profit after tax and prior period items	589.78	435.45	2098.23
14.	Minority interest	13.23	2.35	23.25
15.	Profit attributable to shareholders	603.01	437.80	2121.48
16.	Paid-up equity share capital (Face value of share : Rs.10 each)	959.20	959.20	959.20
17.	Reserves excluding revaluation reserves (as per balance sheet)			5503.31
18.	Basic and diluted EPS (Rs.)	6.29	4.56	22.12

Notes:

- For the parent company, Indian subsidiaries and Joint Venture, the period considered in the above consolidated results is April, 2006 to June, 2006. In respect of overseas subsidiaries and associate company, the period considered in the above results is January, 2006 to March, 2006.
- From the financial year ended 31st March, 2006, the carrying value of Goodwill is tested for impairment as at the balance sheet date. Accordingly, no amortisation of Goodwill has been carried out for the quarter ended 30th June, 2006. For the quarter ended 30th June, 2005, Rs. 17.24 million was amortised towards Goodwill.
- Berger International Ltd (BIL), an indirect subsidiary of the Company, has executed a conditional Stock Purchase Agreement relating to the sale of 427,000 shares in the capital stock of Dutch Boy Philippines, Inc. representing sale of the entire 30% share capital held by BIL in the capital stock of Dutch Boy. The above Stock Purchase Agreement is subject to requisite approvals as may be necessary.

FOR AND ON BEHALF OF THE BOARD

Sd/-
ASHWIN CHOKSI
 CHAIRMAN

Date: 28th July, 2006
 Place: Mumbai

Notes:

- Net sales and operating income include income arising out of processing charges for products manufactured for the joint venture unit, Asian PPG Industries Ltd., and wholly owned subsidiary, Asian Paints Industrial Coatings Ltd., lease rentals towards leasing of tinting machines to dealers and revenue from Home Solutions operations.
- With effect from the financial year ended 31st March, 2006 the Company has discontinued the method of reporting Sales net of excise duty expense incurred on production of finished goods pursuant to Accounting Standard Interpretation (ASI) 14 (Revised) "Disclosure of Revenue from Sales Transactions" issued by the Institute of Chartered Accountants of India. The excise duty expense has since been bifurcated into two components: excise duty expense relating to sales is reduced from Gross Sales and the balance amount relating to the difference between the closing stock and opening stock is recognized in the '(Increase)/decrease in stock in trade'. The figures of the previous periods have been regrouped accordingly. The same has no impact on the profits of the Company.
- Consequent to the revised Accounting Standard 15 - Employee Benefits (AS 15) issued by the Institute of Chartered Accountants of India effective 1st April, 2006, the Company has revised its provision for retirement and other benefits as at 1st April, 2006. As per the transitional provisions contained in AS 15, the net additional opening liability as on 1st April, 2006 towards liability for retirement and other benefits amounting to Rs. 13.53 million has been adjusted against the opening balance of revenue reserves.
- During the quarter ended 30th June, 2006, a total of 6 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 above results were reviewed by the Audit Committee on 27th July, 2006 and approved by the Board of Directors at their meeting held on 28th July, 2006.
- The previous period figures have been regrouped wherever required.