

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2005

(Rs. in millions)

Sr. No.	Particulars	Audited		Audited		Audited
		Quarter ended		Half Year Ended		Year ended
		30.09.2005	30.09.2004	30.09.2005	30.09.2004	31.03.2005
1.	Net Sales and Operating Income (Net of Discounts & Excise duty)	6024.70	5179.03	11130.59	9196.73	19415.15
2.	Other Income	71.45	95.34	131.88	136.78	316.14
3.	Total Expenditure :					
	a)(Increase)/decrease in stock in trade	(754.48)	(8.59)	(797.39)	(382.84)	(702.01)
	b)Consumption of raw & packing materials	4129.40	3014.45	7203.66	5569.44	11856.05
	c)Employees' remuneration	343.26	283.05	674.17	570.62	1179.30
	d)Other expenditure	1,300.65	1080.27	2316.40	2013.29	4144.05
4.	Interest	8.84	6.16	14.33	13.52	27.54
5.	Depreciation	112.89	121.83	223.51	241.88	476.05
6.	Profit Before Extraordinary item and Tax	955.59	777.20	1627.79	1307.60	2750.31
7.	Extraordinary item	-	-	-	-	42.31
8.	Profit before tax (6-7)	955.59	777.20	1627.79	1307.60	2708.00
9.	Provision for Current tax	317.74	282.53	541.24	476.44	988.00
10.	Provision for Deferred Tax	0.42	2.00	1.67	4.00	(18.16)
11.	Provision for Fringe Benefit Tax	8.28	-	14.00	-	-
12.	Net Profit (8-9-10-11)	629.15	492.67	1070.88	827.16	1738.16
13.	Prior period items (net)	(17.45)	(4.60)	(15.50)	(4.44)	(3.34)
14.	Profit after prior period items	611.70	488.07	1055.38	822.72	1734.82
15.	Paid-up Equity Share Capital (Face value of share : Rs.10 each)	959.20	959.20	959.20	959.20	959.20
16.	Reserves excluding revaluation reserves (as per balance sheet)					4763.00
17.	Basic and diluted EPS (Rs.)	6.38	5.09	11.00	8.58	18.53
18.	Aggregate of Non-promoter Shareholding					
	- Number of Shares			54824053	54824163	54807814
	- Percentage of Shareholding			57.16	57.16	57.14

SEGMENT REPORTING

(Rs. in millions)

Sr. No.	Particulars	Audited		Audited		Audited
		Quarter ended		Half Year ended		Year Ended
		30.09.2005	30.09.2004	30.09.2005	30.09.2004	31.03.2005
1.	Segment Revenue					
	a. Paints	5869.69	5060.09	10806.88	8900.91	18765.14
	b. Others	379.65	318.05	717.16	645.35	1381.35
	Total	6249.34	5378.14	11524.04	9546.26	20146.49
	Less: Inter-segment revenue	182.74	165.37	312.66	299.76	600.28
	Net sales/income from operations	6066.60	5212.77	11211.38	9246.50	19546.21
2.	Segment Results - Profit/(Loss)before tax and interest from each segment.					
	a. Paints	997.85	785.72	1729.28	1384.89	2915.22
	b. Others	26.50	16.49	50.52	50.44	121.57
	Total	1024.35	802.21	1779.80	1435.33	3036.79
	Less: Interest	(8.84)	(6.16)	(14.33)	(13.52)	(27.54)
	Unallocated Corporate Expenses net of unallocable income	(59.92)	(18.85)	(137.68)	(114.21)	(301.25)
	Total profit before tax	955.59	777.20	1627.79	1307.60	2708.00
3.	Capital Employed					
	a. Paints	4216.71	3568.33	4216.71	3568.33	4088.99
	b. Others	614.40	441.59	614.40	441.59	445.75
	c. Unallocable Corporate assets					
	Less Corporate Liabilities	1946.47	2128.21	1946.47	2128.21	1187.46
	Total capital employed	6777.58	6138.13	6777.58	6138.13	5722.20

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2005

(Rs. in millions)

Sr. No.	Particulars	Unaudited		Unaudited		Audited
		Quarter ended		Half Year Ended		Financial Year ended
		30.09.2005	30.09.2004	30.09.2005	30.09.2004	31.03.2005
	Net sales and Operating Income (Net of discounts and excise duty)	7728.60	6674.31	14359.20	12007.26	25605.22
2.	Other income	68.18	130.78	122.90	157.04	323.69
3.	Total expenditure :					
	a) (Increase) / decrease in stock in trade	(779.31)	(179.82)	(857.94)	(694.63)	(695.81)
	b) Consumption of raw and packing materials	5242.23	4103.55	9302.03	7558.23	15588.69
	c) Employees' remuneration	580.52	494.23	1141.62	988.64	2015.52
	d) Other expenditure	1596.46	1363.90	2871.14	2536.75	5345.50
4.	Interest	29.29	32.75	53.35	61.08	108.15
5.	Depreciation	144.52	156.91	288.07	312.58	613.60
6.	Profit from associate company	(5.17)	0.46	(4.77)	1.50	2.18
7.	Profit Before Tax and amortisation of Goodwill (1+2-3-4-5+6)	977.90	834.03	1679.06	1403.15	2955.44
8.	Amortisation of Goodwill	14.96	17.13	32.20	34.26	77.10
9.	Profit Before Tax after amortisation of Goodwill (7-8)	962.94	816.90	1646.86	1368.89	2878.34
10.	Provision for current tax, deferred tax and fringe benefit tax	369.39	311.55	619.81	528.05	1060.82
11.	Net Profit (9-10)	593.55	505.35	1027.05	840.84	1817.52
12.	Prior period items (net)	(17.45)	(4.56)	(15.50)	(4.40)	(4.98)
13.	Profit after tax and prior period items	576.10	500.79	1011.55	836.44	1812.54
14.	Minority interest	(15.49)	13.48	(17.84)	22.57	71.63
15.	Profit attributable to shareholders	591.59	487.31	1029.39	813.87	1740.91
16.	Paid-up equity share capital (Face value of share : Rs.10 each)	959.20	959.20	959.20	959.20	959.20
17.	Reserves excluding revaluation reserves (as per balance sheet)					4712.55
18.	Basic and diluted EPS (Rs.)	6.17	5.08	10.73	8.48	18.15

Notes:

1. For the parent company, Indian subsidiaries and Joint venture, the period considered in the above consolidated results for six months ended 30th September 2005 is April 2005 to September 2005. In respect of the overseas subsidiaries and associate company, the period considered in the above consolidated results is January - June 2005 except Nepal subsidiary. The period considered for Nepal subsidiary is 15th January to 14th July 2005.

2. The previous period figures for the quarter/half year include financials of subsidiaries Berger Paints (Malta) Ltd. and Asian Paints (Mauritius) Ltd., divested in May 2004 and March 2005 respectively. The above consolidated results for the current period do not include the financials of the above subsidiaries and hence not comparable.

3. Berger International Limited, Singapore (BIL) has made a provision of Rs 23.80 million in respect of a notice for additional assessment received from Inland Revenue Authorities of Singapore (IRAS) for the assessment years 2000 to 2004. BIL has filed an appeal.

FOR AND ON BEHALF OF THE BOARD

 Sd/-
ASHWIN C. CHOKSI
 CHAIRMAN

Notes:

1. 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.

2. With effect from the financial year ended 31st March 2005, the Company has discontinued the method of recognizing inter-division transfers for captive consumption as sales and material consumption respectively. The previous period figures have been restated accordingly.

3. The Board of Directors have approved the payment of interim dividend of Rs. 4.50 (Rupees Four and Paise Fifty only) per equity share of Rs 10/- each (45%) for the financial year ending 31st March 2006.

4. During the quarter ended 30th September, 2005, a total of 14 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.

5. The above results were reviewed by the audit committee and approved by the Board of Directors at their meeting held on 26th October, 2005.

6. The previous period figures have been regrouped wherever required.

 Date: 26th October, 2005.
 Place: Mumbai