UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2007

(Rs Crores)

FINANCIAL RESULTS	Consolidated Financial Results		
	Quarter Ended 30th June		Year Ended 31st March 2007 (Audited)
	2007	2006	
Income from Operations	2,367.18	1,346.96	8,434.16
Less: Excise Duty	46.39	41.27	176.16
Net Income from Operations	**2,320.79**	**1,305.69**	**8,258.00**
Other Income	16.04	21.38	64.02
Total Income	**2,336.83**	**1,327.07**	**8,322.02**
Total Expenditure:			
Decrease / (Increase) in Stock in Trade	(44.26)	(25.99)	(53.84)
Cost of Raw Materials/Traded Goods	453.88	439.58	1,962.61
Staff Cost	408.04	134.88	1,228.27
Other Expenditure	761.45	471.14	2,662.30
Change in valuation of liability in respect of life Insurance policies in force	450.53	86.33	1,383.55
Profit Before Interest, Depreciation & Tax	**307.19**	**221.13**	**1,139.13**
Interest and Finance Expenses	104.02	58.74	386.08
Add: Interest Income	18.33	7.92	23.20
Profit Before Depreciation & Tax	**221.50**	**170.31**	**776.25**
Depreciation and Amortisation	115.18	74.44	422.78
Profit Before Tax and Exceptional Items	**106.32**	**95.87**	**353.47**
Gain on sale of Subsidiary/Undertaking	0.73	-	2.53
VRS Cost	-	(0.77)	(2.01)
Profit After Exceptional Items	**107.05**	**95.10**	**353.99**
Less: Provision for Taxation:			
Current Tax	13.44	36.55	114.58
Deferred Tax (Net)	2.11	(5.02)	18.03
Fringe Benefit Tax	2.35	1.94	9.26
Provision for Tax for earlier years written back	(1.67)	-	(30.31)
Net Profit (Before Minority Interest)	**90.82**	**61.63**	**242.43**
Less : Minority Interest	(8.98)	(4.62)	(38.34)
Share of Profit/(Loss) of Associates	-	0.46	0.46
Net Profit	**99.80**	**66.71**	**281.23**
Equity Share Capital/Share Capital Suspense (Face Value of Rs.10 each)	93.31	83.50	93.31
Reserve			3400.20
Basic Earnings Per Share (Rs)	10.70	7.48	32.00
Diluted Earnings Per Share (Rs)	10.69	7.48	31.98

Contd. from Page 1

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2007

(Rs Crores)

SEGMENT REPORTING	Consolidated Financial Results		
	Quarter Ended 30th June		Year Ended 31st March 2007 (Audited)
	2007	2006	
Segment Revenue			
Garments	200.58	174.72	830.38
Rayon Yarn (Including Caustic & Allied Chemicals)	103.97	112.18	441.46
Carbon Black	161.23	175.13	738.94
Insulators	84.06	53.41	225.30
Other Textiles (Spun Yarn & Fabrics)	149.60	155.40	625.00
Fertilizers	116.32	131.22	778.48
Financial Services	35.40	26.96	136.55
Life Insurance	625.41	205.05	1,960.01
Software	23.49	23.15	93.58
BPO	352.42	48.13	1,015.54
Telecom	469.49	201.47	1,421.81
Others	0.25	0.24	0.98
Total Segmental Revenue	2,322.22	1,307.06	8,268.03
Less: Inter Segment Revenue	(1.43)	(1.37)	(10.03)
Net Income from Operations	**2,320.79**	**1,305.69**	**8,258.00**
Segment Results (Profit before Interest and Tax - PBIT)			
Garments	(12.77)	9.88	64.57
Rayon Yarn (Including Caustic & Allied Chemicals)	19.01	21.41	88.74
Carbon Black	28.74	30.95	116.03
Insulators	23.47	6.70	42.80
Other Textiles (Spun Yarn & Fabrics)	11.74	12.45	52.13
Fertilizers	13.26	18.60	100.89
Financial Services	6.61	10.72	33.52
Life Insurance	(32.33)	(18.07)	(135.45)
Software	1.03	1.74	4.86
BPO	5.95	6.86	33.76
Telecom	115.31	36.16	271.06
Others	(0.14)	0.37	0.43
Total Segment Result	**179.88**	**137.77**	**673.34**
Less: Interest & Finance Expenses (Net)	(73.98)	(45.06)	(320.88)
Add: Net of Unallocable Income/(Expenditure)	0.42	3.16	1.01
Profit Before Tax and Exceptional Items	**106.32**	**95.87**	**353.47**
Gain on sale of Subsidiary/Undertaking	0.73	-	2.53
VRS Cost	-	(0.77)	(2.01)
Profit After Exceptional Items	**107.05**	**95.10**	**353.99**
Capital Employed (Segment Assets - Segment Liabilities)	**As on 30th June 07**	**As on 30th June 06**	**As on 31st March 07**
Garments	529.46	356.85	494.89
Rayon Yarn (Including Caustic & Allied Chemicals)	446.19	407.78	450.54
Carbon Black	442.58	427.93	487.25
Insulators	192.80	96.12	186.10
Other Textiles (Spun Yarn & Fabrics)	332.36	238.38	311.17
Fertilizers	369.20	344.10	400.75
Financial Services	155.58	135.19	146.58
Life Insurance	238.84	165.89	226.96
Software	26.42	23.51	29.13
BPO	899.66	89.31	910.74
Telecom	2,591.40	1,618.75	2,417.48
Others	28.00	26.62	29.68
Total Segment Capital Employed	6,252.49	3,930.43	6,091.27
Add: Unallocated Corporate Assets	2,092.20	1,858.66	2,468.55
Total Capital Employed	8,344.69	5,789.09	8,559.82

Contd. from Page 2

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2007

(Rs Crores)

FINANCIAL RESULTS	Standalone Financial Results		
	Quarter Ended 30th June		Year Ended 31st March 2007 (Audited)
	2007	2006	
Income from Operations	776.42	821.55	3,577.89
Less: Excise Duty	35.46	38.37	157.42
Net Income from Operations	**740.96**	**783.18**	**3,420.47**
Other Income	7.30	16.26	44.51
Total Income	**748.26**	**799.44**	**3,464.98**
Total Expenditure:			
Decrease / (Increase) in Stock in Trade	(37.37)	(30.61)	(45.48)
Cost of Raw Materials/Traded Goods	428.62	436.11	1,840.36
Staff Cost	50.66	47.05	193.22
Other Expenditure	200.52	200.46	873.09
Profit Before Interest, Depreciation & Tax	**105.83**	**146.43**	**603.79**
Interest and Finance Expenses	46.39	38.38	195.40
Add: Interest Income	4.80	9.87	24.24
Profit Before Depreciation & Tax	**64.24**	**117.92**	**432.63**
Depreciation and Amortisation	27.90	31.23	120.32
Profit Before Tax and Exceptional Items	**36.34**	**86.69**	**312.31**
Gain on sale of Undertaking	0.73	-	0.20
VRS Cost	-	(0.77)	(1.43)
Profit After Exceptional Items	**37.07**	**85.92**	**311.08**
Less: Provision for Taxation:			
Current Tax	8.88	34.10	98.82
Deferred Tax (Net)	2.61	(5.26)	15.16
Fringe Benefit Tax	0.80	0.80	3.39
Provision for Tax for earlier years written back	(1.68)	-	(31.26)
Net Profit	**26.46**	**56.28**	**224.97**
Equity Share Capital/Share Capital Suspense (Face Value of Rs.10 each)	93.31	83.50	93.31
Reserve			3031.24
Basic Earnings Per Share (Rs)	2.84	6.50	25.60
Diluted Earnings Per Share (Rs)	2.83	6.50	25.58
Aggregate of Public Shareholding			
Number of Shares	53,576,555	48,125,485	53,531,369
Percentage of Shareholding	57.42%	57.63%	57.37%

Contd. from Page 3

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2007

(Rs Crores)

SEGMENT REPORTING	Standalone Financial Results		
	Quarter Ended 30th June		Year Ended
	2007	2006	31st March 2007 (Audited)
Segment Revenue			
Garments	161.21	170.55	700.12
Rayon Yarn (Including Caustic & Allied Chemicals)	103.97	112.18	441.46
Carbon Black	161.23	175.13	738.94
Insulators	46.74	27.87	112.81
Other Textiles (Spun Yarn & Fabrics)	149.60	155.40	625.00
Fertilizers	116.32	131.22	778.48
Financial Services	2.71	11.43	27.65
Total Segmental Revenue	741.78	783.78	3,424.46
Less: Inter Segment Revenue	(0.82)	(0.60)	(3.99)
Net Income from Operations	**740.96**	**783.18**	**3,420.47**
Segment Results (Profit before Interest and Tax - PBIT)			
Garments	(6.02)	9.61	58.04
Rayon Yarn (Including Caustic & Allied Chemicals)	19.01	21.41	88.74
Carbon Black	28.74	30.95	116.03
Insulators	9.14	7.73	35.07
Other Textiles (Spun Yarn & Fabrics)	11.74	12.45	52.13
Fertilizers	13.26	18.60	100.89
Financial Services	0.45	4.18	7.76
Total Segment Result	**76.32**	**104.93**	**458.66**
Less: Interest & Finance Expenses (Net)	(40.40)	(22.72)	(157.29)
Add: Net of Unallocable Income/(Expenditure)	0.42	4.48	10.94
Profit Before Tax and Exceptional Items	**36.34**	**86.69**	**312.31**
Gain on sale of Undertaking	0.73	-	0.20
VRS Cost	-	(0.77)	(1.43)
Profit After Exceptional Items	**37.07**	**85.92**	**311.08**
Capital Employed (Segment Assets - Segment Liabilities)	**As on 30th June 07**	**As on 30th June 06**	**As on 31st March 07**
Garments	352.49	304.34	331.16
Rayon Yarn (Including Caustic & Allied Chemicals)	446.19	407.78	450.54
Carbon Black	442.58	427.93	487.25
Insulators	22.25	18.39	27.47
Other Textiles (Spun Yarn & Fabrics)	332.36	238.38	311.17
Fertilizers	369.20	344.10	400.75
Financial Services	20.16	82.84	15.75
Total Segment Capital Employed	1,985.23	1,823.76	2,024.09
Add: Unallocated Corporate Assets	3,451.13	2,625.18	3,780.30
Total Capital Employed	5,436.36	4,448.94	5,804.39

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Notes:

1 The Board of Directors of the Company at its meeting held on May 03,2007, has approved, subject to requisite approvals the merger of Aditya Birla Insulators Limited (ABIL) a wholly owned subsidiary, with the Company with effect from April 01, 2007, the Appointed Date through a Scheme of Amalgamation (Scheme) u/s 391 to 394 of the Companies Act, 1956. On the Scheme coming into effect, the business of ABIL will be transferred to the Company on a going concern basis.
Pending requisite approvals from the Hon'ble High Court of Gujarat, no effect has been given in the above results for the proposed merger.

2 The Company has fully utilized the proceeds from Right Issue of Rs 779.25 Crs for the purposes disclosed in the Letter of Offer for the Rights Issue.

3 The Company has divested its undertaking Rajashree Syntex, Midnapur on June 30, 2007 on a going concern basis and the profit on sale of undertaking of Rs 0.73 Crs has been reported under exceptional items.

4 Other income includes Rs.1.69 crores towards sales tax subsidy pertaining to textiles division related to earlier years.

5 Status of Investor Complaints for the quarter ended June 30, 2007.

	Opening	Received	Redressed	Pending
Related to Rights Issue:	101	525	546	80
Other:	NIL	4	4	NIL
Total:	101	529	550	80 *

* Out of 80 pending complaints, 72 complaints have since been resolved.

6 Due to acquisition of Minacs Worldwide Inc., Canada on August 17, 2006 by A V TransWorks Limited, Canada a Subsidiary of the Company the Consolidated results for the quarter are strictly not comparable with that of the corresponding quarter. Previous Year's/Quarter's figures are regrouped/rearranged wherever necessary.

7 The above results have been reviewed by the Audit Committee of the Board and taken on record at the meeting of the Board of Directors held on July 30, 2007. The Limited Review of Standalone Financial Results as required under Clause 41 of Listing Agreement has been completed and the related report will be submitted to the concerned stock exchanges.

Place: Mumbai
Date: July 30 , 2007

Dr. Bharat K. Singh
Managing Director