

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2006

Rupees in Lakhs


	Schedule	Year ended March 31, 2006	Year ended March 31, 2005
Income			
Sales (Gross)		124,351.44	110,288.99
Less: Excise duty		3,135.04	2,784.27
Sales (net)		121,216.40	107,504.72
Government subsidies		63,474.24	45,002.87
Other income	13	2,779.99	2,909.37
		187,470.63	155,416.96
Expenditure			
Manufacturing and other expenses	14	169,825.82	140,617.60
Interest	15	2,400.61	1,873.30
Depreciation		3,707.88	3,510.36
		175,934.31	146,001.26
Profit before taxation and extraordinary item			
Extraordinary item		11,536.32	9,415.70
Diminution in value of investments		-	129.00
Profit before tax and after extraordinary item			
Provision for Taxation		11,536.32	9,286.70
Current		4,450.00	4,040.00
Provision for taxation relating to earlier years written back		(203.73)	(1,650.00)
Deferred		(1,176.59)	(22.77)
Fringe Benefits Tax		112.00	-
Profit after taxation			
Balance brought forward		8,354.64	6,919.47
		3,590.88	2,344.06
Available for Appropriation			
Transfer to General Reserve		11,945.52	9,263.53
Transfer to Debenture Redemption Reserve		5,000.00	3,500.00
Proposed Dividend		-	-
Dividend Tax		2,159.47	1,905.42
		302.87	267.23
Balance carried to Balance Sheet			
		4,483.18	3,590.88
Earnings per share - Basic and Diluted - (Refer note XI on Schedule 17)		Rs.6.57	Rs.5.45
Notes to the Accounts	16 & 17		

The schedules referred to above form an integral part of the Profit and Loss Account

For and on behalf of the Board

This is the Profit and Loss Account referred to in our report of even date

For and on behalf of
Price Waterhouse
Chartered Accountants


S. GOPALAKRISHNAN
Partner

Hyderabad: April 18, 2006


V RAVICHANDRAN
Managing director


P NAGARAJAN
Chief Financial Officer


A VELLAYAN
Chairman


M R RAJARAM
Company Secretary