

## Profit and Loss Account for the year ended 31st March, 2006

		Rs.in crores	
	Schedule	2005-2006	2004-2005
<b>INCOME</b>			
Sales		2244.11	2149.21
Less : Excise duty		325.31	310.34
Sales Net		1918.80	1838.87
Other income	13	24.02	13.47
Increase/(Decrease) in stock	14	6.98	(17.44)
		<b>1949.80</b>	<b>1834.90</b>
<b>EXPENDITURE</b>			
Consumption of raw materials	15	906.16	925.53
Payments to and provision for employees	16	43.80	41.92
Manufacturing, administrative and selling expenses	17	506.13	348.26
Interest and charges	18	(6.73)	9.67
		<b>1449.36</b>	<b>1325.38</b>
<b>Profit before Depreciation and Tax</b>		<b>500.44</b>	<b>509.52</b>
Less : Provision for depreciation		156.42	156.71
<b>Profit before Tax</b>		<b>344.02</b>	<b>352.81</b>
Less : Provision for taxation - Current tax		106.50	63.00
- Fringe benefit tax		0.44	Nil
- Deferred tax		(4.30)	5.16
<b>Net Profit</b>		<b>241.38</b>	<b>284.65</b>
Balance in profit and loss account brought forward		162.35	177.16
<b>Profit available for Appropriation</b>		<b>403.73</b>	<b>461.81</b>
Less : Transferred to debenture redemption reserve		Nil	53.93
: Proposed dividend on preference shares		0.17	0.17
: Proposed dividend on equity shares		59.54	39.69
: Tax on dividend (p.y. Including education cess of Rs.0.08 crore)		8.37	5.67
: Transferred to general reserve		200.00	200.00
<b>Balance carried to Balance Sheet</b>		<b>135.65</b>	<b>162.35</b>
Weighted average number of equity shares outstanding during the year		<b>79384684</b>	79382484
Basic and diluted earnings per share (in Rs.)		<b>30.38</b>	35.82
Notes forming part of accounts	19		

As per our report of even date  
For Hemanshu Shah & Co.  
Chartered Accountants

**H. C. SHAH**  
Proprietor  
Membership No.36441

Place : Ahmedabad  
Date : 30.08.2006

**Dr. K. K. PATEL**  
Chairman

**HIREN K. PATEL**  
Managing Director

**RAJENDRA D.SHAH**  
Director