



**Audited Financial Results**  
**For the year ended 31 March 2008**

(Rs. lacs)

	ICI India Limited					ICI India Limited Consolidated	
	Nine months ended 31-Dec-2007 (Unaudited)	Quarter ended 31 March		Year ended 31 March		Year ended 31 March	
		2008	2007	2008	2007	2008	2007
		(Unaudited)		(Audited)		(Audited)	
<b>Sales / Income from Operations</b>	82,384	25,094	22,863	107,478	101,883	108,481	115,863
Less : Excise duty	10,133	3,089	2,679	13,222	11,883	13,361	13,168
<b>Net Sales / Income from Operations</b>	<b>72,251</b>	<b>22,005</b>	<b>20,184</b>	<b>94,256</b>	<b>90,000</b>	<b>95,120</b>	<b>102,695</b>
Other income	2,023	154	3,617	2,177	5,432	2,177	3,030
<b>Total Income</b>	<b>74,274</b>	<b>22,159</b>	<b>23,801</b>	<b>96,433</b>	<b>95,432</b>	<b>97,297</b>	<b>105,725</b>
<b>Expenditure</b>							
a) (Increase) / decrease in stock-in-trade and work-in-progress	2,163	(2,373)	1,963	(210)	999	(199)	1,587
b) Materials consumed	38,093	11,601	9,188	49,694	50,275	50,288	58,644
c) Purchase of traded goods	2,016	3,668	659	5,684	2,035	5,684	2,035
d) Employees cost	3,777	1,354	1,109	5,131	4,959	5,194	5,708
e) Depreciation	1,671	580	551	2,251	2,247	2,300	3,547
f) Other expenditure	17,186	5,833	5,453	23,019	20,677	23,104	22,269
<b>Total</b>	<b>64,906</b>	<b>20,663</b>	<b>18,923</b>	<b>85,569</b>	<b>81,192</b>	<b>86,371</b>	<b>93,790</b>
<b>Profit before interest, exceptional items and taxation</b>	<b>9,368</b>	<b>1,496</b>	<b>4,878</b>	<b>10,864</b>	<b>14,240</b>	<b>10,926</b>	<b>11,935</b>
Interest (net) [Expense / (Income)]	(14)	(36)	14	(50)	229	5	208
<b>Profit before exceptional items and taxation</b>	<b>9,382</b>	<b>1,532</b>	<b>4,864</b>	<b>10,914</b>	<b>14,011</b>	<b>10,921</b>	<b>11,727</b>
Exceptional items (net) [Income / (Expense)] (refer notes 3,4)	(1,880)	7	19,055	(1,873)	44,612	(1,873)	48,606
<b>Profit from ordinary activities before tax *</b>	<b>7,502</b>	<b>1,539</b>	<b>23,919</b>	<b>9,041</b>	<b>58,623</b>	<b>9,048</b>	<b>60,333</b>
Tax expense * - Current tax	2,200	460	5,750	2,650	14,000	2,700	14,352
- Deferred tax	33	(26)	(349)	7	(494)	4	(588)
- Fringe benefits tax	215	138	79	353	275	354	289
<b>Net profit from ordinary activities after tax</b>	<b>5,054</b>	<b>967</b>	<b>18,439</b>	<b>6,021</b>	<b>44,842</b>	<b>5,990</b>	<b>46,280</b>
Extraordinary items (net of tax expense)	-	-	-	-	-	-	-
<b>Net profit for the period</b>	<b>5,054</b>	<b>967</b>	<b>18,439</b>	<b>6,021</b>	<b>44,842</b>	<b>5,990</b>	<b>46,280</b>
Transfer of profit to minority interest (including proposed dividend)						23	104
<b>Profit attributable to the Group</b>						<b>5,967</b>	<b>46,176</b>
Paid - up Equity Share Capital (ordinary shares of Rs 10/- each) #	3,855	3,838	4,087	3,838	4,087	3,838	4,087
Reserves excluding Revaluation Reserves				72,312	82,730	72,269	82,741
<b>Basic and diluted earnings per share (Rs.) (not annualised) #</b>	<b>12.59</b>	<b>2.52</b>	<b>45.12</b>	<b>15.16</b>	<b>109.72</b>	<b>15.02</b>	<b>112.98</b>
<b>Public shareholding</b>							
- Number of shares				17,603,737	20,094,399	17,603,737	20,094,399
- Percentage of shareholding				45.87%	49.17%	45.87%	49.17%

**\* Information on discontinuing business**

**Adhesives business :**

Net profit before taxation from ordinary activities	1,251	277	280	1,528	1,141	1,636	1,128
Income tax expense related to the above	469	109	112	578	478	616	485

**\* Information on discontinued business**

**Uniqema business :**

Net profit before taxation from ordinary activities	-	-	-	-	1,163	-	1,163
Income tax expense related to the above	-	-	-	-	382	-	382
Profit / (Loss) on disposal of discontinued business (pre tax)	-	-	-	-	25,085	-	25,085
Income tax expense related to the above	-	-	-	-	5,186	-	5,186

**Quest business (subsidiary) :**

Net Profit before Taxation from ordinary activities	-	-	-	-	-	-	1,219
Income tax expense related to the above	-	-	-	-	-	-	263
Profit / (Loss) on disposal of discontinued business (pre tax)	-	-	-	-	-	-	19,839
Income tax expense related to the above	-	-	-	-	-	-	4,232

# Refer note 5

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ICI India Limited

Registered Office : Geetanjali Apartment, 1st Floor, 8-B, Middleton Street, Kolkata -700071

Segment wise Revenue, Results and Capital Employed  
For the year ended 31 March 2008

	Nine months ended 31 Dec 2007 (Unaudited)	Quarter ended 31 March		(Rs. lacs) Year ended 31 March	
		2008	2007	2008	2007
		(Unaudited)		(Audited)	
<b>1 Segment Revenue</b>					
a) Paints	61,047	18,386	17,045	79,433	72,035
b) Others	1,727	460	479	2,187	1,723
c) Discontinuing business	9,477	3,159	2,629	12,636	10,649
d) Discontinued business	-	-	-	-	5,714
<b>Total</b>	<b>72,251</b>	<b>22,005</b>	<b>20,153</b>	<b>94,256</b>	<b>90,121</b>
Less : Inter segment revenue	-	-	(31)	-	121
<b>Net Sales / Income from Operations</b>	<b>72,251</b>	<b>22,005</b>	<b>20,184</b>	<b>94,256</b>	<b>90,000</b>
<b>2 Segment Results [Profit before tax and interest from each segment]</b>					
a) Paints	6,071	1,185	1,176	7,256	7,060
b) Others	374	118	50	492	335
c) Discontinuing business	1,251	277	280	1,528	1,141
d) Discontinued business	-	-	-	-	1,183
<b>Total</b>	<b>7,696</b>	<b>1,580</b>	<b>1,506</b>	<b>9,276</b>	<b>9,699</b>
Interest (net) [ (Expense) / Income ]	14	36	(14)	50	(229)
Other un-allocable income net of (un-allocable expenditure)	1,672	(84)	3,372	1,588	4,541
<b>Profit before taxation and exceptional items</b>	<b>9,382</b>	<b>1,532</b>	<b>4,864</b>	<b>10,914</b>	<b>14,011</b>
Exceptional items (net) [ Income / (Expenditure) ]	(1,880)	7	19,055	(1,873)	44,612
<b>Profit before Taxation</b>	<b>7,502</b>	<b>1,539</b>	<b>23,919</b>	<b>9,041</b>	<b>58,623</b>
<b>3 Capital Employed (Segment Assets - Segment Liabilities)</b>					
	As at 31 Dec 2007			As at 31 March	
		2008	2007	2008	2007
a) Paints	7,540			7,009	12,500
b) Others	1,182			472	53
c) Discontinuing business	2,003			4,140	2,753
Unallocated	69,397			64,676	71,659
<b>Total</b>	<b>80,122</b>			<b>76,297</b>	<b>86,965</b>
<b>Additional information :</b>					
Expenditure on					
- Discontinuing business	8,226	2,882	2,349	11,108	9,508
- Discontinued business	-	-	-	-	4,551

**Note :**

Segment Revenue, Results and Capital Employed figures include the respective amounts identifiable to each of the segments. Other un-allocable items in Segment Results include income from investment of surplus funds of the Company and unallocable corporate expenses. 'Unallocated' in Capital Employed includes un-allocable corporate assets, liabilities and investments.

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**ICI India Limited**

**Registered Office: Geetanjali Apartment, 1st Floor, 8B Middleton Street, Kolkata - 700 071**

**Financial Results for the quarter and year ended 31 March 2008**

**Notes:**

1. The above results have been approved by the Board of Directors at its meeting held on 20 May 2008.
2. The figures for the year ended 31 March 2008 are not comparable with those of the previous year in view of divestment of Uniqema business last year. On a comparable basis, during the year, sales grew by 12%, and segment profit by 9%.
3. The Company has entered into an agreement with Henkel CAC Private Limited on 18 April 2008, for the sale of its Adhesives business and its 67% shareholding in subsidiary company Polyinks Limited, for a consideration of Rs 260 cr. (subject to adjustments for working capital and cash balances), and has obtained shareholders' approval in this regard. The completion of the transaction awaits certain regulatory approvals and will be accounted after receipt of the same. The result of Adhesives business for the year and capital employed as on 31 March 2008 have been shown as 'discontinuing business'.
4. Exceptional items (net) for the year consist of:
  - Profit on sale of properties of Rs 2.10 cr
  - Charge for compensation paid relating to sale of Paints Advance Refinish ('2K') business last year, of Rs. 20.83 cr.
5. In terms of the share buy back scheme approved on 12 July 2007, the Company has, till 31 March 2008 on a cumulative basis, bought back 24.91 lacs shares for an aggregate consideration of Rs 131.82 cr. This includes 1.78 lacs shares bought back during the quarter for an aggregate consideration of Rs. 19.20 cr.
6. The Company did not receive any complaint from its investors during the quarter. There were no complaints pending at the beginning of the quarter.
7. The Board of Directors has recommended a dividend of Rs 8.00 per share for the year (previous year - Rs 27.00 per share - this included one off special dividend of Rs. 20/- per share on account of high exceptional income during that year). The dividend will be paid after the approval of the shareholders at the forthcoming Annual General Meeting.
8. The figures for the previous periods have been regrouped / reclassified wherever necessary.

Gurgaon  
20 May 2008

**Rajiv Jain**  
**Managing Director**