



**Unaudited Financial Results**  
**For the quarter and six months ended 30 September 2006**

	Quarter ended 30 September		Six months ended 30 September		(Rs. lacs)
	2006	2005	2006	2005	Year ended 31 March 2006
	(Unaudited)		(Unaudited)		(Audited)
<b>Sales / Income from Operations</b>	27643	26020	53740	50462	100957
Less : Excise Duty	3267	3077	6347	5984	11665
<b>Net Sales / Income from Operations</b>	24376	22943	47393	44478	89292
Other Income	393	252	1048	963	1491
<b>Total Income</b>	24769	23195	48441	45441	90783
<b>Expenditure</b>					
a) (Increase) / decrease in stock-in-trade	(3088)	(1891)	(2267)	(2728)	(895)
b) Material Consumed	17795	15777	30889	29878	54838
c) Staff Cost	1272	1353	2679	2732	5315
d) Other Expenditure	5219	4906	10349	9602	19331
<b>Total</b>	21198	20145	41650	39484	78589
<b>Operating Profit</b>	3571	3050	6791	5957	12194
Interest Expense (net)	76	120	139	175	363
<b>Gross Profit after Interest but before Depreciation and Taxation</b>	3495	2930	6652	5782	11831
Depreciation	578	557	1139	1078	2179
<b>Profit before Taxation excluding Exceptional Items</b>	2917	2373	5513	4704	9652
Exceptional items (net) [Income / (Expense)]	213	36	196	(38)	(1101)
<b>Profit before Taxation *</b>	3130	2409	5709	4666	8551
Provision for Taxation *- Current Tax	940	760	1700	1360	2,990
- Deferred Tax	98	55	64	78	319
- Fringe Benefits Tax	35	50	72	101	227
<b>Net Profit after Taxation</b>	2057	1544	3873	3127	5015
Paid - up Equity Share Capital (ordinary shares of Rs 10/- each)			4087	4087	4087
Reserves excluding Revaluation Reserves					50798
<b>Basic and diluted Earning per share (Rs.) (not annualised)</b>	5.03	3.78	9.48	7.65	12.27
<b>Aggregate of non-promoters shareholding</b>					
- Number of shares			20,094,399	20,094,399	20,094,399
- Percentage of shareholding			49.17%	49.17%	49.17%

**\* Information on results of discontinuing business**

Net Profit before Taxation from ordinary activities	481	693	1,163	1,254	2,360
Income tax expense related to the above	159	244	382	440	1,007

**\* Information on results of discontinued business**

Net Profit before Taxation from ordinary activities	-	28	-	88	231
Income tax expense related to the above	-	10	-	32	78

Profit / (Loss) on disposal of discontinued business (pre tax)					(1012)
Related deferred tax adjustment - charge					282



**ICI India Limited**  
**Registered Office : 34 Chowringhee Road , Kolkata -700071**

**Unaudited Quarterly Reporting of Segment wise Revenue, Results and Capital Employed \***  
**For the quarter and six months ended 30 September 2006**

	Quarter ended 30 September		Six months ended 30 September		(Rs. lacs)
	2006	2005	2006	2005	Year ended 31 March 2006
	(Unaudited)		(Unaudited)		(Audited)
<b>1 Segment Revenue</b>					
a) Paints	21724	17082	40597	32623	67452
b) Chemicals - continuing business	3371	2626	6732	5459	11354
- discontinuing business	2616	3786	6563	7310	14297
- discontinued business		2632		5243	8134
<b>Total</b>	<b>27711</b>	<b>26126</b>	<b>53892</b>	<b>50635</b>	<b>101237</b>
Less : Inter segment revenue	68	106	152	173	280
<b>Gross Sales / Income from Operations</b>	<b>27643</b>	<b>26020</b>	<b>53740</b>	<b>50462</b>	<b>100957</b>
<b>2 Segment Results [Profit (+) / Loss (-) before tax and interest from each segment]</b>					
a) Paints	1899	1234	3041	2065	4787
b) Chemicals - continuing business	430	283	758	551	1181
- discontinuing business	481	691	1163	1254	2500
- discontinued business		28		88	231
<b>Total</b>	<b>2810</b>	<b>2236</b>	<b>4962</b>	<b>3958</b>	<b>8699</b>
Interest (net) [Expense (-) / Income (+)]	(76)	(120)	(139)	(175)	(363)
Other un-allocable income (+) net of un-allocable expenditure (-)	183	257	690	921	1316
	<b>2917</b>	<b>2373</b>	<b>5513</b>	<b>4704</b>	<b>9652</b>
Exceptional items (net) [(+) Income / (-) Expenditure]	213	36	196	(38)	(1101)
<b>Profit before Taxation</b>	<b>3130</b>	<b>2409</b>	<b>5709</b>	<b>4666</b>	<b>8551</b>
<b>3 Capital Employed (Segment Assets - Segment Liabilities)</b>			<b>As at 30 September</b>		<b>As at</b>
			2006	2005	31 March 2006
a) Paints			11346	14704	12810
b) Chemicals - continuing business			1998	2363	2633
- discontinuing business			2949	2614	2699
- discontinued business			-	1304	-
c) Others			(1495)	23116	17208
<b>Total</b>			<b>14798</b>	<b>44101</b>	<b>35350</b>

**Additional information :**

Expenditure of Discontinuing Business	2,135	3,095	5,400	6,056	11,797
Expenditure of Discontinued Business	-	2,604	-	5,155	7,903

**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. 'Others' in Capital Employed includes un-allocable corporate assets and liabilities, other than cash/cash equivalents and borrowings.

\* (under Clause 41 of the Listing Agreement)



**ICI India Limited**  
**Registered Office: 34 Chowringhee Road, Kolkata –700071**

**Unaudited Financial Results for the quarter ended 30 September 2006**

**Notes:**

1. The above results have been approved by the Board of Directors at its meeting held on 26 October 2006 and have been subjected to a “limited review” by the statutory auditors of the Company.
2. The Company has entered into an agreement with Croda Chemicals (India) Private Limited (“Croda”) on 7 July, 2006, for the sale of its Uniqema business and has obtained necessary shareholders’ approval in this regard. The completion of the transaction awaits certain regulatory approvals. In terms of the business transfer agreement, the Company has received the agreed consideration of Rs 280 crores (subject to adjustment for working capital as on date of transfer) and the risks and rewards of the business will be to Croda’s account from 2 September, 2006. Accordingly :
  - a) results of Uniqema business upto 1 September, 2006, and capital employed as on 1 September 2006, have been shown under ‘discontinuing operations’;
  - b) results of Uniqema business for the period 2 September 2006 to 30 September 2006, have not been reflected in the results of the current quarter;
  - c) Profit on divestment of Uniqema business has not been recognised pending completion of the sale transaction, and advance consideration received from Croda has been included under ‘Others’ in capital employed.
3. The figures for the quarter ended 30 September 2006, are not comparable with those for the corresponding period of the previous year on account of divestment of Rubber Chemicals business in December 2005, and exclusion of Uniqema business results from 2 September 2006 as explained in (2) above. On a comparable basis, during the quarter, sales from continuing businesses were up by 27%, and the corresponding segment profit increased by 53%.
4. The shareholders have approved on 14 September, 2006, a proposal of the Company to buy back its own shares in accordance with applicable regulations, at a price not exceeding Rs 350 per share. The scheme will remain open till 13 Sep 07, unless terminated earlier by the Board. However no equity shares have been bought back during this quarter, under the scheme.
5. Exceptional items (net) for the quarter consists of :
  - profit on sale of residential flats at Kolkata, of Rs 226 lacs; and
  - charge for voluntary retirement scheme provision, of Rs 13 lacs.
6. The Company did not receive any complaints from its investors during the quarter. There were no complaints pending at the beginning of the quarter.
7. The figures for the previous periods have been regrouped / reclassified wherever necessary.

Gurgaon  
26 October 2006

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