



HINDALCO INDUSTRIES LIMITED

Regd. Office: "Century Bhavan", 3rd Floor, Dr. Annie Besant Road, Worli, Mumbai-400 025

AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST MARCH, 2005					
Particulars	(Rupees in Million)				
	Nine Months ended 31/12/2004	Quarter ended 31/03/2005	Quarter ended 31/03/2004	Year ended 31/03/2005 (Audited)	Year ended 31/03/2004 (Audited)
1 Net Sales & Operating Revenues	70,076	25,157	18,894	95,233	62,084
2 Other Income	1,950	750	679	2,700	2,400
3 Total Expenditure	53,595	18,872	14,909	72,467	47,081
(a). (Increase)/Decrease in Stock in Trade	(2,279)	(278)	516	(2,557)	(1,019)
(b). Consumption of Raw Materials	34,612	11,784	9,587	46,396	31,009
(c). Staff Cost	3,131	995	615	4,126	2,371
(d). Manufacturing and Operating Expenses	14,819	5,293	3,475	20,112	11,989
(e). Other Expenditure	3,312	1,078	716	4,390	2,731
4 Interest & Finance Charges	1,320	380	527	1,700	1,772
5 Gross Profit	17,111	6,655	4,137	23,766	15,631
6 Depreciation	3,237	1,396	874	4,633	3,175
7 Profit before Tax & Extra Ordinary Expenses	13,874	5,259	3,263	19,133	12,456
Extra Ordinary Expenses	-	91	-	91	-
8 Profit before Tax	13,874	5,168	3,263	19,042	12,456
9 Provision for Tax	4,866	1,598	1,041	6,464	4,067
(a). Provision for Current Tax	4,015	1,690	804	5,705	2,606
(b). Provision for Deferred Tax	851	(92)	237	759	1,461
10 Net Profit for the period	9,008	3,570	2,222	12,578	8,389
Provision for deferred tax for earlier years	199	(915)	-	(716)	-
11 Net Profit	8,809	4,485	2,222	13,294	8,389
12 Paid-up Equity Share Capital (Face Value : Rs.10/- per Share)	928	928	925	928	925
13 Reserves				75,738	67,654
14 Basic & Diluted EPS (Rs.)	95	48	24	143	91
15 Aggregate of non-promoter shareholding				68,706,740	69,941,039
(a). Number of shares				74.06%	75.63%
(b). Percentage of shareholding					

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT					
Particulars	(Rupees in Million)				
	Nine Months ended 31/12/2004	Quarter ended 31/03/2005	Quarter ended 31/03/2004	Year ended 31/03/2005 (Audited)	Year ended 31/03/2004 (Audited)
1. Segment Revenue					
(a) Aluminium Business	37,956	14,565	8,753	52,521	29,958
(b) Copper Business	32,120	10,592	10,141	42,712	32,126
	70,076	25,157	18,894	95,233	62,084
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income from operations	70,076	25,157	18,894	95,233	62,084
2. Segment Results (Profit/Loss before Tax and interest from each Segment)					
(a) Aluminium Business	11,740	4,217	2,639	15,957	8,906
(b) Copper Business	1,892	646	514	2,538	3,097
	13,632	4,863	3,153	18,495	12,003
Less: Interest & Finance Charges	(1,320)	(380)	(527)	(1,700)	(1,772)
	12,312	4,483	2,626	16,795	10,231
Add: Other un-allocable Income net off un-allocable expenses	1,562	776	637	2,338	2,225
Profit before Tax & Extraordinary Items	13,874	5,259	3,263	19,133	12,456
3. Capital Employed (Segment Assets-Segment Liabilities)					
(a) Aluminium Business	53,847	55,129	40,661	55,129	40,661
(b) Copper Business	36,368	37,813	27,622	37,813	27,622
	90,215	92,942	68,283	92,942	68,283

Notes:

- The Scheme of Arrangement (the Scheme) u/s. 391 to 394 of the Companies Act, 1956 between the Company, Indian Aluminium Company, Limited (Indal) and the respective shareholders and creditors for transfer by way of demerger of all the business undertakings (other than the aluminum foil business unit at Kollur, Andhra Pradesh) of Indal to the Company w.e.f. 1st April, 2004 has been sanctioned by the Hon'ble High Courts of Judicature at Bombay and Calcutta on January 14, 2005, and December 23, 2004, respectively. The Scheme was made effective on 7th March, 2005 upon compliance with requisite approvals/formalities. In consideration, the Company has issued 299522 equity shares to other shareholders of Indal and consequently the issued and paid up Share Capital of the Company has increased by Rs.3 Million. Further, in terms of the Scheme Rs.2098.5 million has been debited to Securities Premium Account. The Scheme has been given effect to in the accounts and accordingly results for the Nine Months ended 3rd December, 2004, Quarter and Year ended 31st March, 2005 are inclusive of results of the demerged undertakings transferred to and vested in the Company w.e.f. 1st April, 2004, and therefore corresponding figures of last financial year are not comparable.
- In compliance with the Accounting Standard 28 relating to "Impairment of Assets" issued by the Institute of Chartered Accountants of India, the Company has assessed its assets for impairment and provided Rs.1103.09 million (net of deferred tax liability) towards provision for impairment of assets as at 1st April, 2004 and the same has been adjusted against opening revenue reserves.
- The Company has restated its deferred tax liabilities/assets relating to earlier years at the rates proposed (i.e. substantively enacted) in the Finance Bill, 2005 and the effect thereof has been given in the above results for the quarter ended March, 2005. The deferred tax liability for the year has also been provided at such proposed rates.
- The extraordinary item of Rs.91 million relates to expenses incurred on demerger.
- During the quarter, the Company has tied up a ten year secured Rupee Term Loan Facility amounting to Rs. 49500 million priced at a spread of 65 basis points over the 5 year Sovereign for its expansion projects. The first tranche of Rs.4950 million was drawn on 1st March 2005 at an interest of 7.07%.
- In April, 2005 the Company has completed the expansion of its Copper Smelter at Dahej in Gujarat from 250000 MTPA to 500000 MTPA. Commissioning trials are in progress.
- The Board of Directors has recommended a dividend of Rs.20 per share subject to approval of the shareholders at the Annual General Meeting.
- Disclosure relating to number of complaints from investors during the quarter:

Pending as on 01.01.2005	Received	Resolved		Pending as on
1	6	6		1

9 Figures of previous periods have been regrouped wherever found necessary.

10 The above results have been taken on record at the meeting of the Board of Directors of the Company held on Saturday, 30th April, 2005.

By and on behalf of the Board

Place: Mumbai
Dated: 30th April, 2005

D. Bhattacharya
Managing Director