



**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, 2007					
(Rupees in Million)					
Particulars	Nine months ended 31/12/2006 (Unaudited)	Quarter ended 31/03/2007 (Unaudited)	Quarter ended 31/03/2006 (Unaudited)	Year ended 31/03/2007 (Audited)	Year ended 31/03/2006 (Audited)
<b>1 Net Sales &amp; Operating Revenues</b>	<b>135,641</b>	<b>47,489</b>	<b>36,574</b>	<b>183,130</b>	<b>113,965</b>
<b>2 Other Income</b>	<b>2,468</b>	<b>1,233</b>	<b>743</b>	<b>3,701</b>	<b>2,439</b>
<b>3 Total Expenditure</b>	<b>105,990</b>	<b>36,990</b>	<b>27,276</b>	<b>142,980</b>	<b>87,914</b>
(a). (Increase)/Decrease in Stock in Trade	(8,037)	3,612	(4,858)	(4,425)	(10,338)
(b). Consumption of Raw Materials	87,397	23,386	23,590	110,783	66,034
(c). Staff Cost	3,731	1,465	1,230	5,196	4,627
(d). Power and Fuel	14,189	4,297	4,807	18,486	17,956
(e). Other Expenditure	8,710	4,230	2,507	12,940	9,635
<b>4 Interest &amp; Finance Charges</b>	<b>1,847</b>	<b>577</b>	<b>624</b>	<b>2,424</b>	<b>2,252</b>
<b>5 Gross Profit</b>	<b>30,272</b>	<b>11,155</b>	<b>9,417</b>	<b>41,427</b>	<b>26,238</b>
<b>6 Depreciation</b>	<b>4,805</b>	<b>1,576</b>	<b>1,443</b>	<b>6,381</b>	<b>5,211</b>
<b>7 Profit before Tax &amp; Extraordinary Items</b>	<b>25,467</b>	<b>9,579</b>	<b>7,974</b>	<b>35,046</b>	<b>21,027</b>
Extraordinary Items	-	-	-	-	(30)
<b>8 Profit before Tax</b>	<b>25,467</b>	<b>9,579</b>	<b>7,974</b>	<b>35,046</b>	<b>21,057</b>
<b>9 Provision for Tax</b>	<b>7,037</b>	<b>2,366</b>	<b>1,711</b>	<b>9,403</b>	<b>4,502</b>
(a). Provision for Current Tax	7,475	2,366	1,224	9,841	3,241
(b). Provision for Deferred Tax	(523)	(28)	457	(551)	1,160
(c). Provision for Fringe Benefit Tax	85	28	30	113	101
<b>10 Net Profit</b>	<b>18,430</b>	<b>7,213</b>	<b>6,263</b>	<b>25,643</b>	<b>16,555</b>
<b>11 Paid-up Equity Share Capital</b> (Face Value : Re 1/- per Share)	<b>1,042</b>	<b>1,043</b>	<b>986</b>	<b>1,043</b>	<b>986</b>
<b>12 Reserves</b>				<b>123,137</b>	<b>95,077</b>
<b>13 Basic &amp; Diluted EPS (Rs.)</b>	<b>18</b>	<b>7</b>	<b>6</b>	<b>26</b>	<b>17</b>
<b>14 Aggregate of non-promoter shareholding</b>					
(a). Number of shares				845,583,773	847,818,402
(b). Percentage of shareholding				72.94%	73.13%



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SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT					
(Rupees in Million)					
Particulars	Nine months ended 31/12/2006 (Unaudited)	Quarter ended 31/03/2007 (Unaudited)	Quarter ended 31/03/2006 (Unaudited)	Year ended 31/03/2007 (Audited)	Year ended 31/03/2006 (Audited)
<b>1. Segment Revenue</b>					
(a) Aluminium	53,020	20,424	17,263	73,444	60,423
(b) Copper	82,664	27,112	19,317	109,776	53,542
	135,684	47,536	36,580	183,220	113,965
Inter Segment Revenue Adjustment	(43)	(47)	(6)	(90)	-
Net Sales & Operating Revenues	<b>135,641</b>	<b>47,489</b>	<b>36,574</b>	<b>183,130</b>	<b>113,965</b>
<b>2. Segment Results (Profit/Loss before Tax and interest from each Segment)</b>					
(a) Aluminium	21,390	7,902	7,131	29,292	21,281
(b) Copper	3,806	1,365	1,201	5,171	193
	25,196	9,267	8,332	34,463	21,474
Less: Interest & Finance Charges	(1,847)	(577)	(624)	(2,424)	(2,252)
	23,349	8,690	7,708	32,039	19,222
Add: Other un-allocable Income net of un-allocable expenses	2,118	889	266	3,007	1,805
Profit before Tax & Extraordinary Items	<b>25,467</b>	<b>9,579</b>	<b>7,974</b>	<b>35,046</b>	<b>21,027</b>
<b>3. Capital Employed (Segment Assets - Segment Liabilities)</b>					
(a) Aluminium	70,734	74,511	65,792	74,511	65,792
(b) Copper	68,581	49,307	50,738	49,307	50,738
	139,315	123,818	116,530	123,818	116,530
Un-allocable/ Corporate	73,765	85,275	40,840	85,275	40,840
Total Capital Employed	<b>213,080</b>	<b>209,093</b>	<b>157,370</b>	<b>209,093</b>	<b>157,370</b>



## **HINDALCO INDUSTRIES LIMITED**

**Regd. Office: "Century Bhavan", 3<sup>rd</sup> Floor, Dr. Annie Besant Road, Worli, Mumbai-400 030**

### **Notes:**

1. Following the transitional provisions of Accounting Standard 15 (revised 2005) on "Employee Benefits", an amount of Rs. 1,032 million (net of deferred tax of Rs. 525 million) has been adjusted against the opening balance of General Reserve.
2. Depreciation for the quarter ended 31st March, 2007 includes an amount of Rs 125 million and for the year ended 31st March, 2007 includes an amount of Rs 852 million being impairment loss recognized in respect of certain assets.
3. Consistent with long-term strategy of expanding global presence, the Company and Novelis, the world's leading producer of aluminium rolled products, have entered into a definitive agreement by which the Company will acquire Novelis by paying to its shareholders US \$ 44.93 in cash for each outstanding common share. Expenditure relating to such acquisition transaction amounting to Rs 650 million has been charged and included in Other Expenditure both for the quarter and the year ended 31st March, 2007.
4. During the quarter ended 31st March, 2007 the Company has incorporated a new wholly owned subsidiary in Canada by the name AV Metals Inc. This company has incorporated a company by the name 6703534 Canada Limited, as wholly owned subsidiary, the name of which has later been changed to AV Aluminium Inc. Another company by the name AV Minerals (Netherlands) B.V. has been incorporated in Netherlands as a wholly owned subsidiary of the Company in April, 2007.
5. As per the terms of the Rights Offer, the Company has sent first Call Money Notice to the shareholders for payment of "First Call" at the rate of Rs. 24/- per share on 231,521,031 shares amounting to Rs 5,557 million. The last date for payment was 1st December, 2006. The Board of Directors has subsequently extended the last date up to 10th January, 2007. The Company has received total Rs 5,529 million up to 31st March, 2007 towards call payment. Basic and diluted EPS have been calculated taking into account the effect of this rights issue.
6. The proceeds of the rights issue aggregating to Rs. 11,086 million (up to first call) have been utilized for the purpose of defraying issue related expenses of Rs. 366 million and subscription to shares of a subsidiary company to the extent of Rs 1,443 million while the balance amount is temporarily invested in short term liquid securities
7. Brownfield expansion of power generating capacity from 167.5 MW to 267.5 MW and aluminium smelting capacity from 65 KTPA to 100 KTPA at Hirakud, Orissa have been completed. Work on further expansion of power generation capacity by another 100 MW, aluminium smelting capacity by 43 KTPA (both at Hirakud) and alumina production capacity by 340 KTPA (at Muri, Jharkhand) is progressing well.
8. The Board of Directors had in its meeting held on 12<sup>th</sup> March, 2007 declared an interim dividend of 170% aggregating to Rs. 1,773 million. Together with the Corporate Dividend Tax of Rs. 249 million, the total payout was Rs. 2,022 million. The Board at its meeting held on 4<sup>th</sup> May, 2007 have decided not to recommend any further dividend and to treat the interim dividend as final dividend.
9. Disclosure relating to number of complaints from investors during quarter -

<b>Pending as on 1st January, 2007</b>	<b>Received</b>	<b>Resolved</b>	<b>Pending as on 31st March, 2007</b>
<b>Nil</b>	<b>40</b>	<b>40</b>	<b>Nil</b>

10. Figures of previous periods have been regrouped wherever necessary.
11. The above results have been taken on record at the meeting of the Board of Directors of the Company held on Friday, 4th May, 2007.

**Place: Mumbai**  
**Dated: 4th May, 2007**

**By and on behalf of the Board**

**D. Bhattacharya**  
**Managing Director**