

SCHEDULES FORMING PART OF THE ACCOUNTS

| | 31-3-2008 Rs. Million | 31-3-2007 Rs. Million |
|---|--------------------------|--------------------------|
| Schedule I - SHARE CAPITAL | | |
| Authorised | | |
| 100,000,000 Equity Shares of Re.1/- each | 100.000 | 100.000 |
| Issued, Subscribed and Paid-up | | |
| 90,000,000 Equity Shares of Re.1/- each (Of the above 37,500,000 Equity Shares of Re.1/- each have been issued as fully paid-up Bonus Shares by capitalisation of Reserves). | 90.000 | 90.000 |
| Schedule II - RESERVES & SURPLUS | | |
| Share Premium Account | 181.000 | 181.000 |
| General Reserve | | |
| As per last Balance Sheet | 1,212.909 | 1,012.909 |
| Add : Transfer from Profit & Loss Account | 200.000 | 200.000 |
| | 1,412.909 | 1,212.909 |
| Surplus | | |
| Balance in Profit & Loss Account | 184.635 | 256.986 |
| | 1,778.544 | 1,650.895 |
| Schedule III - SECURED LOANS | | |
| From Banks : | | |
| a. Term Loans : | | |
| Rupee Term Loans | 1,447.034 | 312.247 |
| Foreign Currency Term Loans | 486.332 | 1,035.235 |
| b. Working Capital Borrowings : | | |
| Rupee Cash Credit Facilities | 290.000 | 95.423 |
| Foreign Currency Credit Facilities | 699.258 | 478.954 |
| | 2,922.624 | 1,921.859 |
| Schedule IV - UNSECURED LOANS | | |
| Fixed Deposits | — | 10.001 |
| Loan from Banks | 327.971 | 1,047.791 |
| | 327.971 | 1,057.792 |
| Schedule V - DEFERRED TAX LIABILITY | | |
| As per last Balance Sheet | 67.190 | 87.190 |
| For the Current Year | (30.000) | (20.000) |
| | 37.190 | 67.190 |

SCHEDULES (Contd.,)

Schedule VI - FIXED ASSETS (Rs. Million)

| | Gross Block | | | Balance as on 31-3-2008 | Upto 31-3-2007 | Depreciation | | Total upto 31-3-2008 | Net Block | |
|----------------------------------|---------------------|--------------------------|-------------------------------|-------------------------|------------------|----------------|--------------------------|----------------------|------------------------------------|-----------------------|
| | Cost as on 1-4-2007 | Additions during 2007-08 | Sales/Transfer during 2007-08 | | | For 2007-08 | Withdrawn during 2007-08 | | Written down value as on 31-3-2008 | Value as on 31-3-2007 |
| Tangible Assets | | | | | | | | | | |
| Land | 208.208 | 6.457 | 106.541 | 108.124 | — | — | — | — | 108.124 | 208.208 |
| Buildings | 881.278 | 111.744 | — | 993.022 | 134.700 | 32.593 | — | 167.293 | 825.729 | 746.578 |
| Plant & Machinery | 2,586.735 | 520.228 | 0.811 | 3,106.152 | 1,489.753 | 269.021 | 0.363 | 1,758.411 | 1,347.741 | 1,096.982 |
| Furniture, Fittings & Equipments | 42.681 | 8.074 | — | 50.755 | 18.295 | 2.657 | — | 20.952 | 29.803 | 24.386 |
| Vehicles | 65.288 | 50.991 | 7.119 | 109.160 | 19.864 | 8.492 | 2.259 | 26.097 | 83.063 | 45.424 |
| Total Tangible Assets | 3,784.190 | 697.494 | 114.471 | 4,367.213 | 1,662.612 | 312.763 | 2.622 | 1,972.753 | 2,394.460 | 2,121.578 |
| Intangible Assets | | | | | | | | | | |
| Computer Software | 44.580 | 12.409 | — | 56.989 | 26.054 | 10.015 | — | 36.069 | 20.920 | 18.526 |
| Technical Knowhow | 115.213 | 8.833 | — | 124.046 | 106.325 | 4.412 | — | 110.737 | 13.309 | 8.888 |
| Total Intangible Assets | 159.793 | 21.242 | — | 181.035 | 132.379 | 14.427 | — | 146.806 | 34.229 | 27.414 |
| Sub-Total | 3,943.983 | 718.736 | 114.471 | 4,548.248 | 1,794.991 | 327.190 | 2.622 | 2,119.559 | 2,428.689 | 2,148.992 |
| Capital Work-in-progress | 242.621 | 193.604 | 242.621 | 193.604 | — | — | — | — | 193.604 | 242.621 |
| Total Assets | | | | 4,741.852 | | | | 2,119.559 | 2,622.293 | 2,391.613 |

Note : Additions to Fixed Assets includes Research & Development Capital expenditure of Rs.54,513 Mn (Previous year 2006-2007 Rs.38.452 Mn and 2005-2006 Rs.47.887 Mn)

Schedule VII - INVESTMENTS (Rs. Million)

| | 31-3-2008 Rs. Million | 31-3-2007 Rs. Million |
|---|--------------------------|--------------------------|
| A. LONG TERM INVESTMENTS (at Cost) | | |
| 1. Non-Trade - Quoted : 550,000 Units of Rs.10/- each in Canfortune 94 | — | 5.335 |
| 2. Shares in Subsidiary Company - Non Trade - Unquoted : 2,250,000 Equity Shares of Rs.10/- each fully paid-up in Integral Investments Limited | 22.500 | 22.500 |
| 3. Shares in Subsidiary Company - Trade - Unquoted : a) 7,933,700 Equity Shares of Rs.10/- each fully paid-up in English Tools and Castings Limited (Previous year 27,698,921 Equity Shares) | 92.500 | 92.500 |
| b) 1,500 Equity Shares of USD 1,000 each fully paid-up in PT Pricol Surya, Indonesia. | 67.907 | 67.907 |
| | 182.907 | 188.242 |
| B. CURRENT INVESTMENT (at lower of Cost and Fair Value) | | |
| 4,942,780 Units of Reliance Liquidity Fund - Growth Option | — | 55.500 |
| | — | 55.500 |
| Total Investments (A+B) | 182.907 | 243.742 |
| Aggregate Cost of Quoted Investments (long term) | — | 5.335 |
| Aggregate Cost of Un-Quoted Investments (long term) | 182.907 | 182.907 |
| Market Value of Quoted Investments (long term) | — | 16.924 |



SCHEDULES (Contd.,)

| | 31-3-2008 Rs. Million | 31-3-2007 Rs. Million |
|--|--------------------------|--------------------------|
| Schedule VIII - CURRENT ASSETS, LOANS AND ADVANCES | | |
| a. Inventories (At lower of cost and net realizable value) (As certified by Chairman & Managing Director) | | |
| Stock of Stores & Spares | 28.616 | 47.903 |
| Raw Materials & Components | 1,050.563 | 688.546 |
| Materials in Transit | 13.294 | 0.834 |
| Work-in-progress | 219.940 | 98.498 |
| Finished Goods | 316.644 | 77.905 |
| Land - Stock in Trade | 108.152 | — |
| | <u>1,737.209</u> | <u>913.686</u> |
| b. Sundry Debtors : | | |
| Unsecured Considered Good | | |
| a) Outstanding for a period exceeding six months | 297.424 | 115.671 |
| b) Others | 1,252.285 | 1,101.464 |
| | <u>1,549.709</u> | <u>1,217.135</u> |
| Unsecured Considered Doubtful | 24.249 | 31.567 |
| Less : Provision for Doubtful Debts | 24.249 | 31.567 |
| | <u>—</u> | <u>—</u> |
| | <u>1,549.709</u> | <u>1,217.135</u> |
| c. Cash & Bank Balances : | | |
| Cash on hand | 0.362 | 0.249 |
| Balances with Scheduled Banks | | |
| In Current Account | 40.596 | 34.556 |
| In Unclaimed Dividend Account | 4.894 | 4.097 |
| In Fixed Deposit Account | 8.323 | 270.082 |
| | <u>54.175</u> | <u>308.984</u> |
| d. Loans and Advances : | | |
| Advances Recoverable in cash or in kind or for value to be received and considered Good | | |
| Unsecured (Due from subsidiary company - Nil) (Previous year Rs.132.665 Mn) | 340.650 | 502.253 |
| Less : Provision for Doubtful Advances | 3.607 | 3.607 |
| | <u>337.043</u> | <u>498.646</u> |
| Deposits | 30.715 | 28.928 |
| Prepaid expenses | 7.119 | 9.312 |
| Tax payments pending adjustment | 379.767 | 543.540 |
| | <u>754.644</u> | <u>1,080.426</u> |
| | <u>4,095.737</u> | <u>3,520.231</u> |

SCHEDULES (Contd.,)

| | 31-3-2008 Rs. Million | 31-3-2007 Rs. Million |
|--|--------------------------|--------------------------|
| Schedule IX - CURRENT LIABILITIES AND PROVISIONS | | |
| a. Liabilities : | | |
| Sundry Creditors (Due to Micro, Small and Medium Enterprises - Nil) (Due to Subsidiary companies Rs.6.257 Mn, Previous year Rs.15.167 Mn) | 1,288.469 | 692.249 |
| Interest accrued but not due on loans | 22.523 | 11.578 |
| Due to Chairman & Managing Director and Executive Director | 5.279 | 8.889 |
| Investor Education and Protection Fund - not due : | | |
| Unclaimed Dividend | 4.894 | 4.097 |
| Unclaimed Deposits including interest | 0.600 | 0.952 |
| | <u>5.494</u> | <u>5.049</u> |
| | <u>1,321.765</u> | <u>717.765</u> |
| b. Provisions : | | |
| For Current Taxation | 337.296 | 529.919 |
| For Fringe Benefit Tax | 22.370 | 14.870 |
| For Dividend | 54.000 | 90.000 |
| For Tax on Dividend | 9.177 | 15.296 |
| | <u>422.843</u> | <u>650.085</u> |
| | <u>1,744.608</u> | <u>1,367.850</u> |
| Schedule X - INCOME | | |
| | 2007-08 Rs. Million | 2006-07 Rs. Million |
| Sales & Service Charges | | |
| Domestic Sales & Service Charges | | |
| Sale of Finished Products (Incl. of excise duty and sales tax) | 5,925.955 | 5,884.744 |
| Service Charges | 41.666 | 29.507 |
| Sale of Windmill Power | 6.462 | 9.182 |
| | <u>5,974.083</u> | <u>5,923.433</u> |
| Less : Excise Duty | 904.332 | 810.821 |
| : Sales Tax | 248.682 | 287.881 |
| : Discount & Commission on Domestic Sales | 17.380 | 15.255 |
| | <u>4,803.689</u> | <u>4,809.476</u> |
| Export Sales | | |
| Sale of Finished Products (Incl. of excise duty) | 1,310.630 | 1,030.183 |
| Less : Excise Duty | 44.521 | — |
| : Commission on Export Sales | 5.173 | 5.828 |
| | <u>1,260.936</u> | <u>1,024.355</u> |
| | <u>6,064.625</u> | <u>5,833.831</u> |



SCHEDULES (Contd.,)

| | 2007-08 Rs. Million | 2006-07 Rs. Million |
|---|-------------------------|-------------------------|
| Schedule XI - Increase / (Decrease) in Stock of Finished Goods | | |
| Stock at Closing | 316.644 | 77.905 |
| Less : Stock at Opening | 77.905 | 84.757 |
| | <u>238.739</u> | <u>(6.852)</u> |
| Schedule XII - EXPENDITURE | | |
| RAW MATERIALS & COMPONENTS CONSUMED | | |
| Opening Stock | | |
| a) Raw Materials & Components | 689.380 | 576.030 |
| b) Work-in-Progress | 98.498 | 77.200 |
| | <u>787.878</u> | <u>653.230</u> |
| Add : Purchases | 4,474.443 | 3,637.478 |
| | <u>5,262.321</u> | <u>4,290.708</u> |
| Less : Closing Stock | | |
| a) Raw Materials & Components | 1,063.857 | 689.380 |
| b) Work-in-Progress | 219.940 | 98.498 |
| | <u>1,283.797</u> | <u>787.878</u> |
| | <u>3,978.524</u> | <u>3,502.830</u> |
| Less : Sale of Raw Materials & Scrap | 164.356 | 123.385 |
| Add : Direct Expenses | 89.058 | 69.066 |
| Total Raw Materials & Components Consumed | <u><u>3,903.226</u></u> | <u><u>3,448.511</u></u> |
| Includes materials consumed for In-house Manufacture of Machines & Toolings of Rs.110.830 Mn for 2007-08 (Rs.74.724 Mn for 2006-07) | | |
| EMPLOYEES' COST | | |
| a) Pay, Allowances, Performance Reward & Bonus | 778.417 | 779.560 |
| b) Company's Contribution to Provident, Superannuation and Gratuity Funds | 50.811 | 40.097 |
| c) Welfare Expenses | 67.408 | 50.602 |
| | <u>896.636</u> | <u>870.259</u> |
| REPAIRS AND MAINTENANCE | | |
| Machinery | 90.111 | 71.188 |
| Building | 30.107 | 24.076 |
| Others | 16.593 | 9.778 |
| | <u>136.811</u> | <u>105.042</u> |

SCHEDULES (Contd.)

| | 2007-08 Rs. Million | 2006-07 Rs. Million | |
|--|------------------------|------------------------|----------------|
| Schedule XII - EXPENDITURE (Contd.) | | | |
| OTHER EXPENDITURE | | | |
| Printing & Stationery | 12.710 | 11.133 | |
| Postage, Telegram and Telephone | 15.170 | 13.761 | |
| Rent | 8.053 | 7.999 | |
| Rates, Taxes & Licence | 54.046 | 21.505 | |
| Insurance | 9.786 | 14.653 | |
| Bank Charges | 8.785 | 7.423 | |
| Travelling & Conveyance | 101.322 | 71.199 | |
| Freight & Forwarding | 191.387 | 141.500 | |
| Advertisement, Publicity & Sales Promotion | 24.226 | 14.212 | |
| Royalty | 53.093 | 40.532 | |
| Bad Debts written off | 10.375 | 12.277 | |
| Provision for doubtful debts (Net) | (7.317) | 6.554 | |
| Director's Commission | 2.190 | 2.490 | |
| Auditor's Remuneration | 1.375 | 0.993 | |
| Professional Charges, Books and Periodicals | 47.318 | 41.219 | |
| Net Foreign Exchange (Gain) | (22.715) | (41.720) | |
| Miscellaneous Expenses | 7.258 | 6.890 | |
| Donations | 0.625 | 17.000 | |
| Loss on Sale of Assets (Net) | 1.206 | 1.925 | |
| | 518.893 | 391.545 | |
| Schedule XIII - OTHER INCOME | | | |
| Interest Received | 17.886 | 19.707 | |
| Income from Mutual Funds | 16.185 | 4.417 | |
| Rent Received | 4.089 | 1.621 | |
| Trading Income | 2.717 | 3.868 | |
| Sundry Income | 16.263 | 0.749 | |
| Export Incentives | 12.267 | — | |
| | 69.407 | 30.362 | |
| Schedule XIV - INTEREST & FINANCE CHARGES | | | |
| Interest on Fixed Loans | 97.127 | 87.351 | |
| Interest on Other Loans | 178.040 | 91.358 | |
| Finance Charges | 11.836 | 1.772 | |
| | 287.003 | 180.481 | |
| Schedule XV - EARNINGS PER SHARE (Basic / Diluted) | | | |
| a. Profit After Tax | 190.826 | 362.127 | |
| b. Equity Share of Re.1/- each (Nos. in Mn) | 90.000 | 90.000 | |
| c. Earnings per Share (a/b) | 2.12 | 4.02 | |
| Schedule XVI - RESEARCH & DEVELOPMENT EXPENDITURE | | | |
| | (Financial Year) | | |
| | 2007-2008 | 2006-2007 | 2005-2006 |
| Capital | 54.513 | 38.452 | 47.887 |
| Recurring | 184.872 | 169.115 | 139.286 |
| | 239.385 | 207.567 | 187.173 |

Note : Research & Development expenses of Revenue nature have been classified under the relevant heads of accounts in the Schedule XII of the Profit & Loss Account and the main statement of Profit & Loss Account and the expenditure of Capital nature is grouped under fixed assets.

