

| <b>Profit and Loss Account for the year ended 31 March 2003</b>           |                 |                                     |                                     |
|---|-----------------|-------------------------------------|-------------------------------------|
|   |                 | <b>Year ended 31<br/>March 2003</b> | <b>Year ended 31<br/>March 2002</b> |
|   | <b>Schedule</b> | <b>Rs '000</b>                      | <b>Rs '000</b>                      |
| <b>Income</b>   |                 |                                     |                                     |
| Gross Sales   |                 | 3,222,725                           | 3,037,937                           |
| Less : Excise Duty  |                 | 325,432                             | 320,265                             |
| Net Sales   |                 | <b>2,897,293</b>                    | <b>2,717,672</b>                    |
| Other Income  | 15              | 47,730                              | 48,396                              |
|   |                 | <b>2,945,023</b>                    | <b>2,766,068</b>                    |
| <b>Expenditure</b>  |                 |                                     |                                     |
| Materials Consumed  | 16              | 402,786                             | 293,447                             |
| Expenses  | 17              | 2,057,043                           | 2,017,563                           |
| Depreciation [Notes v and vi on<br>Schedule 19]                           | 5               | 231,037                             | 250,041                             |
| Interest  | 18              | 139,560                             | 169,499                             |
|   |                 | <b>2,830,426</b>                    | <b>2,730,550</b>                    |
| <b>Profit Before Taxation And<br/>Extraordinary Items</b>                 |                 | <b>114,597</b>                      | <b>35,518</b>                       |
| <b>Extraordinary Items - Profit / (Charge)</b>                            |                 |                                     |                                     |
| Arrear Power Fuel Surcharge   |                 | -                                   | (130,299)                           |
| Profit on disposal of Fixed Assets<br>(Property)                          |                 | 135,082                             | 105,556                             |
| Settlement compensation for closed<br>units<br>(Note viii on Schedule 19) |                 | (49,879)                            | -                                   |
| <b>Profit Before Taxation</b>   |                 | <b>199,800</b>                      | <b>10,775</b>                       |
| <b>Provision for Taxation</b>   |                 |                                     |                                     |
| Current   |                 | -                                   | -                                   |
| Deferred  |                 | (36,522)                            | -                                   |
| Excess Provision for Taxation for earlier<br>years written back           |                 | -                                   | 15,000                              |
| <b>Profit After Taxation</b>  |                 | <b>163,278</b>                      | <b>25,775</b>                       |
| Transfer from / (to) Debenture<br>Redemption Reserve                      |                 | 3,269                               | (25,701)                            |
| Profit and Loss Account Brought forward<br>(Note on Schedule 2)           |                 | (156,717)                           | (156,791)                           |
| <b>Profit and Loss Account carried forward</b>                            |                 | <b>9,830</b>                        | <b>(156,717)</b>                    |

|  |    |      |      |
|--|----|------|------|
| to Balance Sheet   |    |      |      |
| Earnings per Equity Share of Rs. 10/-<br>each<br>(Note xviii on Schedule 19) |    |      |      |
| Basic (Rs.)  |    | 3.33 | 0.53 |
| Diluted (Rs.)  |    | 3.33 | 0.53 |
| Notes on Accounts  | 19 |      |      |

| <b>Balance Sheet as at 31 March 2003</b>  |                 |                                |                                |
|---|-----------------|--------------------------------|--------------------------------|
|   |                 | <b>As at 31 March<br/>2003</b> | <b>As at 31 March<br/>2002</b> |
|   | <b>Schedule</b> | <b>Rs '000</b>                 | <b>Rs '000</b>                 |
| <b>Sources of Funds</b>                   |                 |                                |                                |
| <b>SHAREHOLDERS' FUNDS</b>                |                 |                                |                                |
| Share Capital                             | 1               | 490,842                        | 490,842                        |
| Reserves and Surplus                      | 2               | 1,529,526                      | 1,522,965                      |
|   |                 | <b>2,020,368</b>               | <b>2,013,807</b>               |
| <b>LOAN FUNDS</b>                         |                 |                                |                                |
| Secured Loans                             |                 | 737,938                        | 1,197,692                      |
| Unsecured Loans                           |                 | 405,000                        | 211,164                        |
|   |                 | <b>1,142,938</b>               | <b>1,408,856</b>               |
| DEFERRED TAX LIABILITY (NET)              | 4               | 55,322                         | 18,800                         |
|   |                 | <b>3,218,628</b>               | <b>3,441,463</b>               |
| <b>Application of Funds</b>               |                 |                                |                                |
| <b>FIXED ASSETS</b>                       |                 |                                |                                |
| At Cost or Valuation                      |                 | 4,817,460                      | 4,771,982                      |
| Less: Depreciation                        |                 | 2,227,955                      | 2,009,547                      |
|   | 5               | <b>2,589,505</b>               | <b>2,762,435</b>               |
| Capital Work-in-Progress                  |                 | 224,479                        | 139,567                        |
|   |                 | <b>2,813,984</b>               | <b>2,902,002</b>               |
| INVESTMENTS                               | 6               | 624                            | 699                            |
| <b>Current Assets, Loans and Advances</b> |                 |                                |                                |
| Inventories                               | 7               | 205,558                        | 172,226                        |
| Trade Debtors                             | 8               | 408,920                        | 393,194                        |
| Cash and Bank Balances                    | 9               | 62,515                         | 58,733                         |
| Other Current Assets                      | 10              | 122,974                        | 138,834                        |
| Loans and Advances                        | 11              | 98,003                         | 98,271                         |
|   |                 | <b>897,970</b>                 | <b>861,258</b>                 |
| Less:                                     |                 |                                |                                |
| <b>Current Liabilities and Provisions</b> |                 |                                |                                |
| Liabilities                               | 12              | 528,427                        | 451,234                        |
| Provisions                                | 13              | 78,570                         | 71,088                         |
|   |                 | <b>606,997</b>                 | <b>522,322</b>                 |
| <b>Net Current Assets</b>                 |                 | <b>290,973</b>                 | <b>338,936</b>                 |

|   |    |                  |                  |
|---|----|------------------|------------------|
| Miscellaneous Expenditure to the extent not written off | 14 | 113,047          | 43,109           |
| Profit and Loss Account (Note on Schedule 2)            |    | -                | 156,717          |
|   |    | <b>3,218,628</b> | <b>3,441,463</b> |
| Notes on Accounts                                       | 19 |                  |                  |