



**BRITANNIA INDUSTRIES LIMITED**  
 Regd. Office: 5/1 A Hungerford Street, Kolkata - 700 017  
**AUDITED FINANCIAL RESULTS**  
**FOR THE QUARTER AND YEAR ENDED 31st MARCH 2006**

Rs. Million

		Nine months ended		Three months ended		Year ended	
		31.12.2005		31.03.2006		31.03.2005	
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)	
1	Gross sales	13,389	4,790	3,897	18,179	16,154	
	Less : Excise duty	796	250	253	1,046	1,059	
	Net sales	12,593	4,540	3,644	17,133	15,095	
2	Other income	95	122	125	217	791	
3	Total expenditure						
	( Increase ) / decrease in stock in trade	(158)	35	98	(123)	89	
	Consumption of raw / packaging materials	6,735	2,559	1,743	9,294	7,491	
	Purchase of finished goods	686	193	291	879	1,297	
	Staff cost	534	197	201	731	710	
	Conversion and other charges	1,015	316	282	1,331	1,157	
	Advertisement and sales promotion	727	344	269	1,071	1,008	
	Other expenditure	1,300	671	468	1,971	1,503	
4	Interest	15	6	4	21	21	
5	Depreciation and amortisation	160	57	47	217	190	
6	Profit before taxation and exceptional Items	1,674	284	366	1,958	2,420	
7	Exceptional items						
	Compensation and amortisation of VRS cost	(117)	6	(31)	(111)	(134)	
	Profit on sale of brand	-	-	324	-	324	
	Reversal of previous years' liabilities	-	43	35	43	34	
	Loss on retiral of assets	-	-	(1)	-	(1)	
	Profit / (loss) on sale of properties	117	-	(1)	117	(1)	
	Provision for diminution in value of investments	-	-	(325)	-	(325)	
	Provision for claims	-	-	(115)	-	(115)	
	<b>Sub - total</b>	-	49	(114)	49	(218)	
8	Profit before taxation	1,674	333	252	2,007	2,202	
9	Income tax						
	Current	(465)	(57)	(127)	(522)	(731)	
	Fringe benefit tax	(16)	(7)	-	(23)	-	
	Deferred	(7)	9	(17)	2	17	
	<b>Sub - total</b>	(488)	(55)	(144)	(543)	(714)	
10	Net profit	1,186	278	108	1,464	1,488	
11	Paid-up equity share capital	239	239	239	239	239	
12	Reserves and surplus excluding revaluation reserves				5,252	4,196	
13	Earnings per share (Face value of Rs. 10 each)						
	- Basic and diluted	49.62	10.34	3.58	59.96	60.59	
14	Aggregate of non-promoters shareholding						
	- number of shares	11,716,194	11,716,194	11,716,194	11,716,194	11,716,194	
	- percentage of shareholding	49.04	49.04	49.04	49.04	49.04	

Notes :

- With a view to harmonise the reporting of excise duty relating to outsourced products in line with that of in-house manufactured products, excise duty relating to third party manufactured products has been reduced from Conversion charges and Purchase of finished goods and adjusted as appropriate, in Sales. This reclassification has no impact on the net profit reported either for the current or the previous quarter/year.
- Pursuant to Labour Commissioner's Order under section 25 O (1) of the Industrial Disputes Act, 1947, production at the Company owned facility in Mumbai was closed effective March 24, 2004.

As per the Order of the Mumbai High Court, the Company as on the date of the balance sheet has paid an amount of Rs. 58 mn (Previous year: Rs. 41 mn) equivalent to eligible compensation under section 25 O (1) of the Industrial Disputes Act, 1947.

Further, based on the appeal filed by the worker union, the Industrial Tribunal has reversed the Order of the Labour Commissioner. The Company has preferred an appeal against the Order of the Industrial Tribunal. As per interim direction of the Mumbai High Court, the Company has paid Rs. 12 mn (Previous year: nil) as compensation equivalent to 50% of the last drawn amount.

The Company has made the above payments as compensation under the Industrial Disputes Act, 1947 and pending final resolution of the matter reversed an amount of Rs.186 mn as terminal compensation which was hitherto amortised over 60 months.

- Earnings per share have been calculated after excluding write back of provision no longer required and in accordance with Accounting Standard on "Earnings per share" (AS-20) issued by the Institute of Chartered Accountants of India.
- The primary business segment of the Company is bakery, which consists of biscuits, bread and cakes. As the Company operates in a single primary business segment, disclosure requirements under Clause 41 of the listing agreement are not applicable.
- As on 1st April, 2006 there were no investor complaints outstanding. Ten complaints were received and resolved during the period under review.
- Previous year's figures have been regrouped/rearranged wherever necessary.
- The Board of Directors of the Company has recommended dividend of 150% for the financial year ended 31st March, 2006 free of tax in the hands of shareholders.
- The above results and this release have been reviewed by the Audit Committee of the Board and were taken on record and approved by the Board of Directors at their meeting held on 31st May, 2006.

On behalf of the Board  
For BRITANNIA INDUSTRIES LTD.

Place : Mumbai  
Date : 31st May, 2006

NUSLI N WADIA  
CHAIRMAN