



MOTHERSON SUMI SYSTEMS LIMITED

Regd. Office: 3rd Floor, 43, Community Centre, Bhageria House, New Friends Colony, New Delhi-110065

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2007

(Rs. in Millions)

	<i>Nine Months Ended 31/12/2006</i>	<i>Quarter Ended 31/03/2007</i>	<i>Quarter Ended 31/03/2006</i>	<i>Year Ended 31/03/2007</i>	<i>Year Ended 31/03/2006 (Reviewed)</i>
<i>Particulars</i>				<i>(Audited)</i>	<i>(Refer Note (ii) below)</i>
1 Net Sales/Income from Operations	7,641.03	3,171.16	2,299.53	10,812.19	7,134.29
Domestic Sale	5,768.02	2,608.34	1,793.84	8,376.36	5,601.30
Export Sale	1,873.01	562.82	505.69	2,435.83	1,532.99
2 Other Income	79.20	105.68	39.24	184.88	196.17
Net Income (1+2)	7,720.23	3,276.84	2,338.77	10,997.07	7,330.46
3 Total Expenditure	6,408.79	2,546.33	1,875.17	8,955.12	5,909.29
a) (Increase)/Decrease in stock in trade	(182.16)	91.84	(0.10)	(90.32)	(102.21)
b) Consumption of Raw Materials	4,711.23	1,777.34	1,328.37	6,488.57	4,080.32
c) Staff Cost	635.89	224.84	194.43	860.73	662.69
d) Other Expenditure	1,243.83	452.31	352.47	1,696.14	1,268.49
4 Interest (Net)	127.30	50.62	41.89	177.92	124.87
5 Depreciation	310.01	137.44	133.64	447.45	357.27
6 Profit before Tax (1+2-3-4-5)	874.13	542.45	288.07	1,416.58	939.03
7 Provision for Taxation					
- Current	223.70	91.62	(7.74)	315.32	116.21
- Deferred	(50.88)	(1.43)	(13.32)	(52.31)	(17.27)
- Fringe Benefit	9.10	2.70	4.39	11.80	13.39
8 Net Profit (6-7)	692.21	449.56	304.74	1,141.77	826.70
9 Paid-up Equity Share Capital (Ordinary share Rs.1/- each)	234.89	234.89	234.89	234.89	234.89
10 Reserves excluding Revaluation Reserves				2,754.89	2025.33
11 Earning per share - Basic/ diluted ¹	2.95	1.91	1.30	4.86	3.52
12 Aggregate of Public Shareholding					
- No of Shares	66481898	66481898	66481898	66481898	66481898
- Percentage of Shareholding	28.30%	28.30%	28.30%	28.30%	28.30%

¹Potential conversion of Zero Coupon Foreign Currency Convertible bonds is anti dilutive during the period, hence not considered.

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Together we make it happen

**SEGMENT REPORTING UNDER CLAUSE 41 OF THE LISTING AGREEMENT
WITH STOCK EXCHANGE FOR THE QUARTER YEAR ENDED 31ST MARCH, 2007**

(Rs. in Millions)

Particulars	Quarter Ended 31/03/2007	Quarter Ended 31/03/2006	Year Ended 31/03/2007	Year Ended 31/03/2006
			(Audited)	(Reviewed) (Refer Note (ii) below)
1. Segment Revenue				
a. Automotive	2,851.69	1,935.40	9,368.20	6,259.19
b. Non Automotive	485.28	413.02	1,760.65	1,022.52
c. Unallocated	(26.58)	11.88	3.82	105.74
Total	3,310.39	2,360.30	11,132.67	7,387.45
Less: Inter Segment Revenue	33.55	21.53	135.60	56.99
Net Sales/Income from Operations	3,276.84	2,338.77	10,997.07	7,330.46
2. Segment Results				
a. Automotive	441.43	190.10	1,284.15	737.23
b. Non Automotive	92.83	115.14	306.53	220.92
Total	534.26	305.24	1,590.68	958.15
Less i) Interest (Net)	50.62	41.89	177.92	124.87
ii) Other unallocable expenditure (Net of Unallocable Income)	(58.81)	(24.72)	(3.82)	(105.75)
Total Profit Before Tax	542.45	288.07	1,416.58	939.03
3. Capital Employed				
a. Automotive	5,109.11	3,775.82	5,109.11	3,775.82
b. Non Automotive	494.55	350.38	494.55	350.38
c. Others (including investments)	1,417.13	2,026.83	1,417.13	2,026.83
Total Segment Capital Employed	7,020.79	6,153.03	7,020.79	6,153.03

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AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2007

(Rs. in Millions)

		Nine Months Ended 31/12/2006	Quarter Ended 31/03/2007	Quarter Ended 31/03/2006	Year Ended 31/03/2007 (Audited)	Year Ended 31/03/2006 (Reviewed) (Refer Note (ii) below)
Particulars						
1	Net Sales/Income from Operations	10,648.70	4,627.04	3,054.18	15,275.74	10,155.39
	Within India	6,812.67	2,938.78	1,961.21	9,751.45	6,787.74
	Outside India	3,836.03	1,688.26	1,092.97	5,524.29	3,367.65
2	Other Income	102.10	115.49	194.12	217.59	284.74
	Net Income (1+2)	10,750.80	4,742.53	3,248.30	15,493.33	10,440.13
3	Total Expenditure	9,098.19	3,887.80	2,571.02	12,985.99	8,558.54
a)	(Increase)/Decrease in stock in trade	(225.67)	20.33	(70.67)	(205.34)	(221.13)
b)	Consumption of Raw Materials	6,262.72	2,584.09	1,801.88	8,846.81	5,823.67
c)	Staff Cost	1,185.64	496.85	310.12	1,682.49	1,024.48
d)	Other Expenditure	1,875.50	786.53	529.69	2,662.03	1,931.52
4	Interest (Net)	173.93	64.04	49.62	237.97	158.25
5	Depreciation	420.17	226.19	176.69	646.36	464.57
6	Profit before Tax (1+2-3-4-5)	1,058.51	564.50	450.97	1,623.01	1,258.77
7	Provision for Taxation					
	- Current	262.81	109.36	11.16	372.17	168.41
	-Deferred	(54.43)	6.35	1.98	(48.08)	(13.52)
	-Fringe Benefit	10.20	3.60	4.57	13.80	14.51
8	Profit After Taxation before share of Profit/(Loss) of associates and minority interests (6-7)	839.93	445.19	433.26	1,285.12	1,089.37
9	Share of Profit/(Loss) of Associates	1.02	0.68	0.41	1.70	2.16
10	Profit After Taxation before Minority Interests (8+9)	840.95	445.87	433.67	1,286.82	1,091.53
11	Minority Interests	2.20	(10.57)	12.03	(8.37)	20.33
	NET PROFIT (10-11)	838.75	456.44	421.64	1,295.19	1,071.20
12	Paid-up equity share capital (Ordinary share Re. 1/- each)	234.89	234.89	234.89	234.89	234.89
13	Reserves excluding Revaluation Reserves				3,541.23	2,684.35
14	Earning per share - Basic/ diluted¹	3.57	1.94	1.80	5.51	4.56
15	Aggregate of Public shareholding					
	- No of shares	66481898	66481898	66481898	66481898	66481898
	- Percentage of shareholding	28.30%	28.30%	28.30%	28.30%	28.30%

¹ Potential conversion of Zero Coupon Foreign Currency Convertible bonds is anti dilutive during the period, hence not considered.

Notes :

- (i) The above financial results were approved by Board of Directors of the Company at the meeting held on May 26, 2007.
- (ii) The Hon'ble High Court of Delhi has on September 4, 2006 approved the amalgamation of Motherson Advanced Polymers Limited (MAPL), a 100% subsidiary of the Company, with effect from February 1, 2006 with the Company and the Registrar of Companies has registered the amalgamation order on October 27, 2006. Accordingly, the Company has prepared the financial results for the year ended March 31, 2007 after giving effect to the amalgamation as at the appointed date i.e. February 1, 2006 and redrawn the audited financial statements of the Company for the year ended March 31, 2006 to give effect to this order. Accordingly the results year ended March 31, 2007 that include the results of MAPL for the full year and are not strictly comparable.
- (iii) The Board of Directors have recommended a dividend @ 150% (Rs. 1.50/-per share) for the year ended March 31, 2007. The Annual General Meeting of the Company shall be held on 30th July 2007. The Register of Members and share transfer books shall remain closed from 25 /07/2007 to 30/07/2007 (both days inclusive) for the purpose of Annual General Meeting and Dividend.
- (iv) The Board of Directors in their meeting have proposed an issue of bonus shares in the proportion of 1 share for 2 shares held to the equity shareholders of the Company, subject to the approval of Shareholders at the ensuing Annual General Meeting. Consequent upon such issue of such bonus share to the existing shareholders the conversion price for conversion of FCCB will be revised to Rs. 74.30/- per share.
- (v) The Company has on July 15, 2005 issued € 50.30 million Zero Coupon Convertible Bonds due 2010, listed on the Singapore Exchange Securities Trading Limited and accordingly an amount of Rs.136.17 million (net of income of Rs 34.24 million on unutilised funds) for the twelve months ended March 31, 2007 has been charged to profit and loss account as finance cost being amortisation of the amount of premium payable on redemption and other ancillary costs incidental to the issue. As on March 31, 2007, an amount of € 5.80 million is lying unutilised.
- (vi) On December 1, 2006 the Company has, through MSSL Gmbh a 100% subsidiary Company, acquired FP Formagrau s.r.o., a polymer production company in Czech Republic at a total consideration of Euro 1,000 thousand
- (vii) The Company subsequent to the year end has acquired business and assets of Empire Rubber from Huon Corporation Pty Limited (in Liquidation) through its subsidiaries, Motherson Elastomers Pty Limited and Motherson Investments Pty Limited.
- (viii) Investors Complaints received and disposed off during quarter ended March 31, 2007: (Nos.)
- | | |
|---|----|
| Complaints pending at the beginning of the quarter | 6 |
| Complaints received during the quarter | 39 |
| Disposal of complaints | 39 |
| Complaints lying unresolved at the end of the quarter | 6 |
- (i) Previous period / year figures have been regrouped wherever necessary.

By Order of the Board of Directors
For Motherson Sumi Systems Limited

Place: Noida
Date: 26th May 2007

V C Sehgal
CHAIRMAN