



MOTHERSON SUMI SYSTEMS LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2006

(Rs. in Millions)

	<i>Particulars</i>	<i>Quarter Ended 30.06.2006 (Unaudited)</i>	<i>Quarter Ended 30.06.2005 (Unaudited)</i>	<i>Year Ended 31.03.2006 (Audited)</i>
1	Net Sales/Income from Operations	2284.98	1587.91	7041.40
	Domestic Sale	1684.45	1212.96	5508.41
	Export Sale	600.53	374.95	1532.99
2	Other Income	19.79	15.48	202.02
	Net Income (1+2)	2304.77	1603.39	7243.42
3	Total Expenditure	1953.07	1306.84	5827.64
a)	(Increase)/Decrease in stock in trade	(20.79)	(20.65)	(102.50)
b)	Consumption of Raw Materials	1344.08	874.52	4015.02
c)	Staff Cost	192.82	144.87	657.78
d)	Exchange Fluctuation (Net) (Refer note (v) below)	81.16	5.02	(26.72)
e)	Other Expenditure	355.80	303.08	1284.06
4	Interest (Net)	40.42	10.50	123.92
5	Depreciation	88.60	67.65	348.62
	Profit before Tax (1+2-3-4-5)	222.68	218.40	943.24
7	Provision for Taxation			
	- Current	55.00	54.45	186.21
	- Deferred	(19.00)	(5.72)	(24.56)
	- Fringe Benefit	2.20	3.30	13.15
8	Net Profit (6-7)	184.48	166.37	768.44
9	Paid-up Equity Share Capital (Ordinary share Re.1/- each)	234.89	234.89	234.89
10	Reserves excluding Revaluation Reserves	-	-	1967.30
11	Earning per share (Basic and Diluted) ¹	0.79	0.71	3.27
12	Aggregate of Non Promoting Shareholding			
	- No of Shares	66481898	66481898	66481898
	- Percentage of Shareholding	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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**SEGMENT REPORTING UNDER CLAUSE 41 OF THE LISTING AGREEMENT
WITH STOCK EXCHANGE FOR THE QUARTER ENDED 30TH JUNE 2006**

(Rs. in Millions)

<i>Particulars</i>	<i>Quarter Ended 30.06.2006 (Unaudited)</i>	<i>Quarter Ended 30.06.2005 (Unaudited)</i>	<i>Year Ended 31.03.2006 (Audited)</i>
1. <u>Segment Revenue</u>			
a. Automotive	2016.02	1417.37	6294.51
b. Non Automotive	309.17	186.93	926.88
c. Unallocated	5.01	3.46	79.02
Total	2330.20	1607.76	7300.41
Less: Inter Segment Revenue	25.43	4.37	56.99
Net Sales/Income from Operations	2304.77	1603.39	7243.42
2. <u>Segment Results</u>			
a. Automotive	267.89	178.90	737.23
b. Non Automotive	73.80	46.53	224.19
Total	341.69	225.43	961.42
Less i) Interest (Net)	40.42	10.50	123.92
ii) Other unallocable expenditure (Net of Unallocable Income)	78.59	(3.47)	(105.74)
Total Profit Before Tax	222.68	218.40	943.24
3. <u>Capital Employed</u>			
a. Automotive	3877.92	2763.84	3775.82
b. Non Automotive	403.12	203.23	202.05
c. Others (including investments)	2238.40	(106.73)	2087.64
Total Segment Capital Employed	6519.44	2860.34	6065.51

Notes:

- (i) The above financial results were approved by Board of Directors of the Company at the meeting held on 27th July 2006.
- (ii) Statutory Auditors have carried out a "Limited Review" of the financial results for the quarter ended June 30, 2006.
- (iii) The Company has on July 15, 2005 issued € 50.30 million Zero Coupon Convertible Bonds (FCCB) due 2010, listed on the Singapore Exchange Securities Trading Limited and accordingly an amount of Rs.31.14 million (net of income of Rs 11.46 million on unutilised funds) for the quarter ended June 30, 2006 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 June 30, 2006, an amount of € 25.09 million is lying unutilized.
- (iv) Investors Complaints received and disposed off during quarter ended June 30, 2006: (Nos.)
- | | |
|---|----|
| Complaints pending at the beginning of the quarter | 6 |
| Complaints received during the quarter | 23 |
| Disposal of complaints | 23 |
| Complaints lying unresolved at the end of the quarter | 6 |
- (v) The net expense on account of exchange difference of Rs. 81.16 million is largely on FCCB outstanding due to the appreciation of Euro against the Rupee in the current period as compared to the corresponding previous quarter/ year.
- (vi) Previous year/period figures have been regrouped/ reclassified wherever necessary.

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

Place: Pune
Date: 27th July 2006

V C Sehgal
CHAIRMAN

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UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2006

(Rs. in Millions)

	<i>Particulars</i>	<i>Quarter Ended 30.06.2006 (Unaudited)</i>	<i>Quarter Ended 30.06.2005 (Unaudited)</i>	<i>Year Ended 31.03.2006 (Audited)</i>
1	Net Sales/Income from Operations	3382.63	2280.15	10155.39
	- Within India	2062.28	1495.65	6787.74
	- Outside India	1320.35	784.50	3367.65
2	Other Income	27.48	19.28	269.49
	Net Income (1+2)	3410.11	2299.43	10424.88
3	Total Expenditure	2937.51	1883.73	8543.29
a)	(Increase)/Decrease in stock in trade	52.54	(7.02)	(206.15)
b)	Consumption of Raw Materials	1878.86	1253.68	5809.39
c)	Staff Cost	341.64	173.64	1024.48
d)	Exchange Fluctuation (Net) (Refer note (iii) below)	75.95	11.18	(15.25)
e)	Other Expenditure	588.52	452.25	1930.82
4	Interest (Net)	53.04	17.36	158.25
5	Depreciation	131.74	87.17	464.58
6	Profit before Tax (1+2-3-4-5)	287.82	311.17	1258.76
7	Provision for Taxation			
	- Current	63.41	65.88	238.40
	- Deferred	(16.53)	(4.98)	(20.80)
	- Fringe Benefit	2.66	3.61	14.51
8	Profit After Taxation before share of Profit/(Loss) of associates and minority interests (6-7)	238.28	246.66	1026.65
9	Share of Profit/(Loss) of Associates	(0.07)	0.75	2.16
10	Profit After Taxation before Minority Interests (8+9)	238.21	247.41	1028.81
11	Minority Interests	(3.85)	2.53	20.33
	NET PROFIT (10-11)	242.06	244.88	1008.48
12	Paid-up equity share capital (Ordinary share Re. 1/- each)	234.89	234.89	234.89
13	Reserves excluding Revaluation Reserves	-	-	2662.03
14	Earning per share (Basic and Diluted) ¹	1.03	1.04	4.29
15	Aggregate of non promoting shareholding			
	- No of shares	66481898	66481898	66481898
	- Percentage of shareholding	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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Notes:

- (i) The above-consolidated financial results were approved by Board of Directors of the Company at the meeting held on 27th July 2006
- (ii) The Company has on July 15, 2005 issued € 50.30 million Zero Coupon Convertible Bonds (FCCB) due 2010, listed on the Singapore Exchange Securities Trading Limited and accordingly an amount of Rs.31.14 million (net of income of Rs 11.46 million on unutilised funds) for the quarter ended June 30, 2006 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 June 30, 2006, an amount of € 25.09 million is lying unutilized
- (iii) The net expense on account of exchange difference of Rs. 75.95 million is largely on FCCB outstanding due to the appreciation of Euro against the Rupee in the current period as compared to the corresponding previous quarter/ year.
- (iv) Previous year/period figures have been regrouped/reclassified wherever necessary

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

Place: Pune
Date: 27th July 2006

V C Sehgal
CHAIRMAN