



## Unaudited financial results for the quarter ended December 31, 2006

| Quarter ended   |                 | Particulars  | Nine months ended |                 | Year ended                 |
|-----------------|-----------------|--|-------------------|-----------------|----------------------------|
| 31st Dec., 2006 | 31st Dec., 2005 |  | 31st Dec., 2006   | 31st Dec., 2005 | 31st March, 2006 (Audited) |
| <b>166.81</b>   | 157.99          | Gross sales  | <b>530.97</b>     | 505.63          | 676.01                     |
| <b>146.02</b>   | 136.96          | Net sales  | <b>463.00</b>     | 438.97          | 587.19                     |
| <b>1.60</b>     | 4.54            | Other income @   | <b>3.31</b>       | 11.49           | 23.48                      |
|                 |                 | (-) Total expenditure  |                   |                 |                            |
| <b>78.31</b>    | 83.62           | a) Consumption of raw materials *  | <b>297.19</b>     | 331.99          | 409.78                     |
| <b>16.51</b>    | 12.09           | b) (Increase)/ Decrease in stock   | <b>16.32</b>      | (37.83)         | (10.41)                    |
| <b>12.66</b>    | 11.17           | c) Staff costs   | <b>36.57</b>      | 35.90           | 47.77                      |
| <b>17.23</b>    | 15.19           | d) Others  | <b>53.10</b>      | 48.29           | 65.03                      |
| <b>5.37</b>     | 3.86            | (-) Interest   | <b>14.53</b>      | 12.16           | 16.47                      |
| <b>8.50</b>     | 7.64            | (-) Depreciation   | <b>24.90</b>      | 22.68           | 36.01                      |
| <b>9.04</b>     | 7.93            | Profit before tax  | <b>23.70</b>      | 37.27           | 46.02                      |
| <b>2.55</b>     | 0.26            | (-) Provision for current, deferred and fringe benefit tax                         | <b>4.65</b>       | 8.20            | 9.31                       |
| <b>6.49</b>     | 7.67            | Net Profit   | <b>19.05</b>      | 29.07           | 36.71                      |
| <b>47.98</b>    | 47.98           | Paid-up equity share capital<br>Face value per share – Re.1/-                      | <b>47.98</b>      | 47.98           | 47.98                      |
|                 |                 | Reserves excluding revaluation reserves<br>(as per Balance Sheet of previous year) |                   |                 | 180.34                     |
| <b>0.14</b>     | 0.16            | EPS ** (Rs.)   | <b>0.40</b>       | 0.61            | 0.77                       |

\* includes power and fuel and stores consumed.

@ includes compensation received from Multilateral Fund for phase out of Carbon Tetra Chloride under the Montreal Protocol for nine months ended - 31st Dec 2006 - Rs. Nil, 31st Dec 2005 - Rs. 8.23 crores; for the quarter ended - 31st Dec 2006 - Nil, 31st Dec 2005 - Rs. 3.24 crores.

\*\* Refers to the relevant period only (Periods less than a year not annualised).

1. These financial results were taken on record by the Board of Directors at their meeting held on January 20, 2007.
2. The statutory auditors have carried out a limited review of the statement of unaudited financial results for the quarter ended December 31, 2006.
3. There were no investor complaints pending at the beginning of the quarter. Six complaints were received during the quarter and all of them have been resolved.
4. The company is principally engaged in a single business segment viz., Chemicals and operates in one geographical segment as per Accounting Standard 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India.
5. The company entered the PVC products business by acquiring two PVC Pipes business undertakings on September 7, 2006. The financial results consider this acquisition and the operations of the PVC Pipes business undertakings from September 7, 2006 and consequently the figures for previous periods are not comparable with those for the quarter and nine months ended December 31, 2006.
6. The Board of Directors have approved, subject to compliance with all related formalities, the company raising equity resources on rights basis (share capital and premium) not exceeding Rs.200 crores. The company is in the process of filing draft offer documents with SEBI.
7. Prior period figures have been regrounded, wherever necessary.

Place : Chennai  
Date : January 20, 2007

for CHEMPLAST SANMAR LIMITED  
P.S. JAYARAMAN  
Managing Director

### CHEMPLAST SANMAR LIMITED

No. 9, Cathedral Road, Chennai - 600 086.