

SRF LIMITED

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2002

Rs. Lacs

S No	Particulars	Note ref.	9 Months Ended		Quarter Ended		Year Ended	
			31.12.2001	31.03.2002	31.03.2001	31.03.2002	31.03.2001	
			(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)	
1	Net sales/ Income from Operations.		46932	14822	15729	61754	67211	
2	Other Income	1	199	576	213	775	1160	
	Total Income		47131	15398	15942	62529	68371	
3	Total Expenditure		36977	11732	12659	48709	53662	
	a. (Increase)/Decrease in stock		(89)	927	1910	838	157	
	b. Consumption of raw material		23903	5344	6268	29247	33472	
	c. Staff Cost		2914	1520	1010	4434	3600	
	d. Power & Fuel		4599	1973	1615	6572	6853	
	e. Other Expenditure	2	7452	2369	3228	9820	10952	
	Less: Transfer of Goods and Services to SRF-P	3	(1802)	(401)	(1371)	(2203)	(1371)	
4	Profit before Interest, Depreciation and Tax	4	10154	3666	3283	13820	14709	
5	Interest		4276	1195	1464	5472	6936	
6	Profit after Interest but before Depreciation and Tax		5878	2471	1819	8349	7773	
7	Depreciation		3510	1135	1136	4644	4029	
8	Profit before tax		2368	1336	683	3704	3744	
9	Provision for tax - Current	5	39	0	171	193	229	
	- Deferred Tax		950		(168)	782	0	
10	Net profit after tax		1379	1336	679	2728	3515	
11	Paid Up Equity share capital (Face value of Rs 10/- share)		6554	6554	6554	6554	6554	
12	Reserves excluding revaluation reserve					24807	23563	
13	Basic and diluted EPS for the period (Not annualised)		2.14	2.07	1.05	4.23	5.45	
14	Aggregate of Non promoter share holding							
	- Number of shares		47471866	47471866	47471866	47471866	47471866	
	-Percentage of shareholding		73.57%	73.57%	73.57%	73.57%	73.57%	

Notes:

1 **Other Income** for the year ended 31/03/01, includes Rs 626 lakhs on account of profit on sale of assets (residential property). There is no corresponding income in the Year ended 31/03/2002. Figures for the quarter ended 31/3/2002 include reversal of provisions no longer required of Rs 249.48 lacs.

2 **Other expenditure** includes provision towards **adverse impact on account of foreign currency fluctuation:**

(a) for nine months ended 31/12/01 of Rs.331 lacs (Pr. Yr Rs.337 lacs)

(b) for the quarter ended 31/3/2002 of Rs.255 lacs (Pr. Yr Rs.217 lacs)

(c) for the year ended 31/03/2002 of Rs.587 lacs (Pr. Yr Rs.624 lacs)

3 a) The accounts have been prepared after **giving effect to the scheme of Amalgamation, Arrangement and Reconstruction** ("the Scheme") between SRF Limited ("the company"), SRF Chemicals Ltd.,(name subsequently changed to SRF Polymers Limited (SRFP)) and Tyrecord Fabrics Limited(TFL).

b) Pursuant to the scheme:-

The business undertaking of the company relating to **Engineering Plastics, Fishnet Twine and Polyester Film** including the fixed assets, current liabilities, and obligations therein **have been de-merged** and stand transferred to and vested in SRFP with retrospective effect from the beginning of business on January 1, 2001 and hence current year figures exclude them.

Tyrecord Fabrics Limited (**TFL**), a subsidiary of the company has been **amalgamated** with the company with retrospective effect from January 1, 2001and thus the current year figures include those of TFL for the full year.

c) Figures for the year ended 31/3/2001 have been recast giving effect to "the scheme" w.e.f. 1/1/01. Accordingly, the results for the year ended 31/3/01 **includes SRFP figures only for 9 months** period ended 31/12/00 while TFL figures are included only for three months period ended 31/3/01.

4 Results for the year ended 31/03/2002 were affected by slowdown of economy in India and the world. Aggressive countering of import competition resulted in improved sales volumes, **but lower margin in Nylon Tyre Cord Fabric**. Domestic refrigerant gases demand was significantly lower due to poor growth of demand for refrigerators and air-conditioners and smuggling of gases mainly from Bangladesh and Nepal.

5 **Deferred tax liability** for period ended 31/12/01, quarter and year ended 31/03/2002 amounting to Rs 950 lacs, Rs.(167.59) Lacs and Rs.782.41 lacs respectively have been provided in accordance with the new Accounting Standard (AS 22) issued by The Institute of Chartered Accountants India. Since AS - 22 has become mandatory only from 01/04/01. There is no corresponding provision made for the previous quarter and year ending 31/03/01. The Deferred tax relating to the previous year amounting to Rs. 3678.17 lacs has been adjusted against revenue reserve at the end of the financial year 2001-02.

6 During the year, the company **received US\$ 4.6 Mn (Rs. 2194 lacs)** from the multilateral fund of Montreal Protocol as compensation for phasing out Chlorofluoro carbons. **This has not been considered as income in these results.**

7 Figures for the nine months ended 31/12/01, quarter and year ended 31/3/02 have been **regrouped, reworked and rearranged** to conform with the relevant current period classification. They are not comparable in view of point no. 3, mentioned above.

8 Above **results were taken on record** by the Board of Directors in the meeting held on 13th June 2002.

SRF Limited

Segmentwise Revenue , Results and Capital Employed under Clause 41 of the Listing Agreement

	(Rs lacs)	
Particulars	Quarter ended 31.03.2002 (Unaudited)	Year ended 31.03.2002 (Audited)
Segment Revenue		
a) Tyre cord fabric (TCF)	9020	40312
b) Chemicals Business	3840	15783
c) Others	2051	7272
Total Segment revenue	14911	63366
Less: Inter Segment revenue	448	1612
Net Sales / Income from Operations	14463	61754
Segment Results		
(Profit / (Loss) before interest and tax from each segment)		
a) Tyre cord fabric (TCF)	1533	6049
b) Chemicals Business	1058	5364
c) Others	(102)	367
Total Segment results	2489	11780
Less: i) Interest	1195	5472
Less: ii) Other Unallocable expenses net of income	(43)	2605
Total Profit before Tax	1337	3704
Capital Employed (Segment assets less segment liabilities)		
a) Tyre cord fabric (TCF)	36730	36730
b) Chemicals Business	10119	10119
c) Others	4439	4439
Total Capital employed in segments	51288	51288
Add : Unallocable corporate assets less liabilities	19942	19942
Total capital employed in the company	71230	71230

Notes:

1. The above results have been taken on record by the Board of Directors of the company at its meeting held on June 13, 2002.
2. Segments have been identified in line with the Accounting Standard on segment reporting (AS-17) taking into account the organization structure as well as the differential risks and returns of these segments.
3. Details of products and services included in the above segments are given below:
 TCF includes Nylon Tyre cord Fabric and Industrial Yarns.
 Chemicals Business includes refrigerant gases and chloromethanes.
 Others include Belting fabrics, Coated fabrics and Information technology business.
4. Segment revenue, Results and Capital Employed include the respective amounts identifiable to each of the segments. Other unallocable expenditure includes expenses incurred on common services provided to the segments, which are not directly identifiable. Unallocated corporate assets mainly relate to investments.
5. The company has no branches outside India and hence secondary segment namely geographical segment is not applicable.