



GARWARE-WALL ROPES LIMITED

Registered Office: Plot No. 11, Block D-1, MIDC, Chinchwad, Pune 411 019

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2008

(Rs. in Lacs)

| Sr. No. | Particulars | Quarter ended 31st December (Unaudited) | | Nine months ended 31st December (Unaudited) | | Accounting year ended 31.03.2008 (Audited) |
|---------|--|---|------------------|---|------------------|---|
| | | 2008 | 2007 | 2008 | 2007 | |
| 1. | (a) Net Sales/Income from Operations | 9,634.66 | 9,713.25 | 32,817.07 | 29,010.17 | 40,725.78 |
| | (b) Other Operating Income | 42.74 | 59.27 | 143.54 | 82.03 | 132.50 |
| 2. | Expenditure | | | | | |
| | a. (Increase)/Decrease in Stock-in-trade and Work in Progress | (65.46) | (458.48) | 125.22 | (782.79) | (1,364.19) |
| | b. Consumption of Raw Materials | 4,258.72 | 4,196.52 | 13,578.60 | 11,722.94 | 16,582.12 |
| | c. Purchase of Traded Goods | 446.66 | 342.81 | 1,128.73 | 1,028.35 | 1,823.88 |
| | d. Employees Cost | 1,219.55 | 1,131.50 | 3,856.96 | 3,328.95 | 4,651.15 |
| | e. Depreciation | 313.04 | 245.75 | 937.50 | 782.26 | 1,101.92 |
| | f. Other Expenditure | 3,750.93 | 3,173.44 | 11,404.86 | 9,960.53 | 13,784.84 |
| | g. Total | 9,923.44 | 8,631.54 | 31,031.87 | 26,040.24 | 36,579.72 |
| 3. | Profit from Operations before Other Income, Interest and Exceptional Items (1-2) | (246.04) | 1,140.98 | 1,928.74 | 3,051.96 | 4,278.56 |
| 4. | Other Income | 3.08 | 2.13 | 57.10 | 5.38 | 10.87 |
| 5. | Profit before Interest and Exceptional Items (3+4) | (242.96) | 1,143.11 | 1,985.84 | 3,057.34 | 4,289.43 |
| 6. | Interest | 340.09 | 364.26 | 1,049.35 | 1,060.30 | 1,431.95 |
| 7. | Profit after Interest but before Exceptional Items (5-6) | (583.05) | 778.85 | 936.49 | 1,997.04 | 2,857.48 |
| 8. | Exceptional Items | --- | --- | --- | --- | --- |
| 9. | Profit (+) / Loss(-) from Ordinary Activities Before Tax (7+8) | (583.05) | 778.85 | 936.49 | 1,997.04 | 2,857.48 |
| 10. | Tax Expenses | (96.44) | 89.16 | 117.05 | 198.66 | 437.79 |
| 11. | Net Profit (+) / Loss (-) from Ordinary Activities after Tax (9-10) | (486.61) | 689.69 | 819.44 | 1,798.38 | 2,419.69 |
| 12. | Extraordinary Items (net of Tax Expense Rs. Nil) | --- | --- | --- | --- | --- |
| 13. | Net Profit (+)/Loss (-) for the period (11-12) | (486.61) | 689.69 | 819.44 | 1,798.38 | 2,419.69 |
| 14. | Paid-up Equity Share Capital (Face value Rs. 10/- each) | 2,370.84 | 2,071.44 | 2,370.84 | 2,071.44 | 2,171.24 |
| 15. | Reserves excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year | ----- | ----- | ----- | ----- | 16,041.05 |
| 16. | Earnings Per Share (EPS) | | | | | |
| | a) Basic and diluted EPS before Extraordinary items | (2.05) | 3.33 | 3.46 | 8.68 | 11.68 |
| | b) Basic and diluted EPS after Extraordinary items | (2.05) | 3.33 | 3.46 | 8.68 | 10.75 |
| 17. | Public shareholding | | | | | |
| | - Number of shares | 1,26,98,658 | 1,17,08,453 | 1,26,98,658 | 1,17,08,453 | 1,17,08,453 |
| | - Percentage of shareholding | 53.56 | 56.52 | 53.56 | 56.52 | 53.93 |
| 1. | Segment Revenue | | | | | |
| | a) Synthetic cordage | 7,402.46 | 7,337.44 | 25,234.95 | 22,465.85 | 30,374.59 |
| | b) Fibre and Industrial Products & Projects | 2,724.21 | 2,511.83 | 8,669.15 | 7,256.40 | 11,591.41 |
| | Total | 10,126.67 | 9,849.27 | 33,904.10 | 29,722.25 | 41,966.00 |
| | Less: Inter-Segment Revenue | (492.01) | (136.02) | (1,087.03) | (712.08) | (1,240.22) |
| | Net Sales/Income from Operations | 9,634.66 | 9,713.25 | 32,817.07 | 29,010.17 | 40,725.78 |
| 2. | Segment Results (Profit (+)/Loss(-) before tax and interest from each segment) | | | | | |
| | a) Synthetic cordage | 435.20 | 1,142.30 | 2,982.33 | 3,247.55 | 4,393.29 |
| | b) Fibre and Industrial Products & Projects | (95.36) | 263.68 | 405.20 | 735.07 | 1,320.95 |
| | Total | 339.84 | 1,405.98 | 3,387.53 | 3,982.62 | 5,714.24 |
| | Less: | | | | | |
| | i) Interest | (340.09) | (364.26) | (1,049.35) | (1,060.30) | (1,431.95) |
| | ii) Other unallocable expenditure net off Unallocable Income | (582.80) | (262.87) | (1,401.69) | (925.28) | (1,424.81) |
| | Total Profit Before Tax | (583.05) | 778.85 | 936.49 | 1,997.04 | 2,857.48 |
| 3. | Capital Employed (Segment Assets - Segment Liabilities) | | | | | |
| | a) Synthetic cordage | 20,975.24 | 21,397.98 | 20,975.24 | 21,397.98 | 21,841.39 |
| | b) Fibre and Industrial Products & Projects | 10,111.97 | 7,109.17 | 10,111.97 | 7,109.17 | 9,642.60 |
| | Total | 31,087.21 | 28,507.15 | 31,087.21 | 28,507.15 | 31,483.99 |

(The figures of previous periods have been regrouped wherever necessary.)

Notes:

- Provision for Taxation for the nine months ended on 31st December, 2008 Rs.117.05 Lacs is arrived at being Rs.102.14 Lacs for Income Tax, Rs.34.98 Lacs for Fringe Benefit Tax, Rs.1.5 Lacs for Wealth Tax and Reversal of deferred tax liability (Rs.21.57 Lacs) [Provision for Taxation for the nine months ended on 31st December, 2007 Rs. 198.66 Lacs was arrived at being Rs.226.26 Lacs for Income Tax, Rs. 32.82 Lacs for Fringe Benefit Tax and Reversal of deferred tax liability (Rs.60.42 Lacs)].
- Other Expenditure for the quarter and nine month period ended December 31, 2008 includes foreign exchange loss of Rs.295.58 lacs and Rs.826.13 lacs respectively (Previous period : net gain of Rs. 3.82 lacs and net loss of Rs.47.49 lacs).
- During the quarter, there was a substantial reduction in Polymer raw materials prices resulting in lower sales price / margin coupled with its impact on inventory valuation.
- Garware Environmental Services Private Limited ("GESPL"), wholly owned subsidiary of the Company has not undertaken any activity since its inception.
- An amount of Rs. 11.95 Crores raised, out of allotment of 9,98,000 Equity Shares of Rs. 10/- each to Promoters and 9,98,000 Equity Shares of Rs. 10/- each to GWRL-Managerial Staff Welfare Trust, on 24th May, 2008, on conversion of Convertible Warrants issued on preferential basis, was partly used for and balance would be used for financing on going capital expenditure.
- The above results were reviewed by the Auditors and also by the Audit Committee and have been taken on record and approved by the Board of Directors at its meeting held on Saturday, 31st January, 2009.
- The Promoters have confirmed to the Board of Directors at its meeting held on 31st January, 2009 that they have not pledged any of their shares held in the Company with any Party / Bank.
- During the quarter, no investor complaint was received. There were no investor complaints pending for redressal as on 1st October, 2008.

For Garware-Wall Ropes Limited

Sd/-

R.B. GARWARE

Chairman & Managing Director

Mumbai
31st January, 2009