

**AMBUJA CEMENT EASTERN LIMITED**

Regd. Office : P.O. Rawan, Tehsil - Baloda Bazar, District - Raipur, Pin - 493 331 (Chhattisgarh)

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2006**

PARTICULARS	Quarter ended		Nine Months ended		18 Months period ended
	30.09.2006 (Unaudited)	30.09.2005 (Unaudited)	30.09.2006 (Unaudited)	30.09.2005 (Unaudited)	31.12.2005 (Audited)
Production - Quantity in Lac Tonnes					
- Clinker	2.24	2.48	8.65	8.73	17.63
- Cement	4.52	3.55	15.56	13.52	25.71
Sales - Quantity in Lac Tonnes					
- Clinker	-	-	-	-	0.33
- Cement	4.52	3.54	15.35	13.51	25.66
					<b>(Rs. in lacs)</b>
Gross Sales / Income from Operations	16534	11253	53883	42968	79549
Less : Excise Duty	1845	1445	6263	5510	10472
Net Sales / Income from Operations	14689	9808	47620	37458	69077
Other Income	360	139	1000	890	1692
Total Expenditure					
a) (Increase) / Decrease in Stock-in-trade	479	(134)	625	585	187
b) Consumption of Raw Materials					
-Clinker purchased	787	-	1507	-	122
-Others	793	580	2741	2145	3951
c) Staff Cost	1580	580	4248	2145	4073
d) Power & Fuel	449	518	1405	1418	2884
e) Stores and Spares consumed	2302	2052	7136	6758	13464
f) Freight & Forwarding	1035	940	1825	1613	3147
-On sales	1834	1254	6133	4796	8986
-On inter-unit clinker transfer	836	993	3090	3415	6287
g) Other Expenditure	2119	2049	7014	7057	13274
Total	10634	8252	31476	27787	52302
Operating Profit	4415	1695	17144	10561	18467
Interest	110	56	189	296	725
Depreciation	672	600	1924	1831	4079
Profit before Tax	3633	1039	15031	8434	13663
Provision for Tax [Refer Note 3]					
- Current Tax	353	80	1539	599	1100
- Deferred Tax	(75)	336	3075	3432	4954
- Fringe Benefit Tax	8	15	39	35	59
- Income Tax for earlier year	-	-	-	236	236
Net Profit	286	431	4653	4302	6349
Paid-up Equity Share Capital (excluding forfeited shares) (Face value Rs.10/- each)	3347	608	10378	4132	7314
Reserves excluding Revaluation Reserve					19245
Earning per share (EPS - in Rs.)					8806
Basic & Diluted	1.74	0.32	5.39	2.15	3.80
(EPS not annualised)					

**Notes :**

- The Board of Directors of the Company has at their meeting held on 3rd May, 2006 approved the proposal for amalgamation of the Company with Gujarat Ambuja Cements Limited with effect from 1st January 2006. The share swap ratio is four shares of Rs.2/ each fully paid up in Gujarat Ambuja Cements Limited for every five shares of Rs.10/ each fully paid up held in the Company. The Company is in the process of obtaining the necessary approvals.
- In line with the accounting policies followed by the ultimate Holding Company, the valuation of inventories has been changed from First In First Out (FIFO) to Weighted Average basis. The impact of this change on the results for the current and previous period is not significant. Accordingly, previous period figures are not restated.
- The Company has estimated the provision for taxation by considering sales tax remission as a capital receipt based on favourable decision by Income Tax Appellate Tribunal (ITAT). Accordingly, provision for current tax is on the basis of book profits as determined under Section 115JB of the Income Tax Act, 1961.
- At the beginning of the quarter ended 30th September, 2006, 20 investor complaints were pending. During the quarter ended 30th September, 2006, 600 investor complaints were received. 547 complaints were disposed off by the end of the quarter. 42 complaints which were pending as on 30th September, 2006 have since been disposed off.
- The Company has only one business segment "Cement".
- Figures in respect of previous periods have been regrouped / restated wherever necessary. Further, the information pertaining to the nine months period ended 30th September, 2005 has been provided by aggregating the reviewed figures for the quarters beginning 1st January, 2005 to 30th September, 2005.
- The above results have been approved and taken on record by the Board of Directors of the Company at the meeting held on 17th October, 2006.

By Order of the Board

Mumbai  
17th October, 2006

**S. N. Toshniwal**  
**President (Commercial) & Manager**