

AMBUJA CEMENTS LIMITED					
Ambujanagar P.O., Taluka-Kodinar, District-Junagadh, Gujarat-362715					
Quarterly Financial Results					
	Three months ended		Nine Months ended		Previous Year ended 31.12.2006 (Audited) (18 months)
	30.09.2007 (Unaudited)	30.09.2006 (Unaudited) (Refer Note 9)	30.09.2007 (Unaudited)	30.09.2006 (Unaudited) (Refer Note 9)	
(Rs. in crores)					
Gross Sales / Income from Operations	1,478.87	1,248.69	4,765.34	3,921.95	7,010.47
Less: Excise Duty	178.94	117.66	567.21	403.18	742.18
Net Sales / Income from Operations	1,299.93	1,131.03	4,198.13	3,518.77	6,268.29
Other Income :					
a) Exchange rate difference (net)	(5.59)	(0.27)	32.87	(12.40)	(15.36)
b) Others	23.98	29.67	59.85	52.36	74.45
	18.39	29.40	92.72	39.96	59.09
Total Income	1,318.32	1,160.43	4,290.85	3,558.73	6,327.38
Expenditure					
a) (Increase) / Decrease in Stock	(7.99)	(1.26)	(1.94)	(0.86)	9.94
b) Consumption of raw material :					
- Clinker Purchased	15.42	7.88	61.30	40.17	52.42
- Others	69.59	57.22	227.39	184.05	330.84
	85.01	65.10	288.69	224.22	383.26
c) Employee cost	61.49	45.37	155.44	130.86	233.08
d) Power and Fuel	239.93	214.20	710.73	652.43	1,239.87
e) Freight and Forwarding					
- On Sales (Refer Note 1)	230.37	177.87	733.51	549.88	978.59
- On inter-unit clinker transfer	36.76	38.05	116.72	110.83	193.31
	267.13	215.92	850.23	660.71	1,171.90
f) Depreciation and Amortization	58.39	56.67	176.50	169.72	326.12
g) Other Expenditure	221.21	195.53	653.44	569.71	1,097.15
	925.17	791.53	2,833.09	2,406.79	4,461.32
Interest (Net)	(15.63)	9.61	(34.90)	33.52	79.03
Profit from ordinary activities before tax	408.78	359.29	1,492.66	1,118.42	1,787.03
Tax expenses :					
- Current tax (Refer Note 2)	100.00	98.90	400.75	134.12	324.53
- Deferred tax	(5.74)	(2.10)	(10.57)	14.20	3.07
- Fringe Benefit tax	1.20	0.73	2.95	2.49	5.28
	95.46	97.53	393.13	150.81	332.88
Profit before exceptional items	313.32	261.76	1,099.53	967.61	1,454.15
Exceptional items (Refer Note 6)					
a) Profit on sale of Subsidiary / Joint Venture / Associates	-	-	426.92	30.53	37.90
b) Profit on sale of property	-	-	255.36	3.88	11.20
c) Provision for diminution in value of Investment in subsidiary company	(20.88)	-	(20.88)	-	-
	(20.88)	-	661.40	34.41	49.10
Net profit for the period	292.44	261.76	1,760.93	1,002.02	1,503.25

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	30.09.2007 (Unaudited)	30.09.2006 (Unaudited) (Refer Note 9)	30.09.2007 (Unaudited)	30.09.2006 (Unaudited) (Refer Note 9)	
Paid up Equity Share Capital (Face Value of Rs. 2/- each)	304.33	270.38	304.33	270.38	303.37
Reserves excluding revaluation reserves as per balance sheet as on 31.12.2006					3,187.21
Earning Per Share (EPS - in Rs.) :					
Basic :					
- on profit before exceptional item	2.06	1.73	7.24	6.41	9.80
- on net profit for the period	1.92	1.73	11.59	6.64	10.12
Diluted :					
- on profit before exceptional item	2.06	1.73	7.22	6.40	9.77
- on net profit for the period	1.92	1.73	11.57	6.62	10.09
(EPS not annualised)					
Public Shareholding :					
- No of Share (in crores)	94.67	103.40	94.67	103.40	104.37
- Percentage of Shareholding	62%	76%	62%	76%	69%

Notes :

- Freight and forwarding on sales for the nine months ended 30th September, 2007 includes a provision recorded in the previous quarter towards service tax credit availed on freight outward amounting to Rs. 9.76 crores related to prior years.
- The Company has, in computing the tax provision, considered sales tax incentives for certain units as capital receipt based on expert advice obtained and decision of the Income-tax Appellate Tribunal.
- The Company has accounted for employee benefits as per Accounting Standard (AS) 15 (Revised 2005) issued by The Institute of Chartered Accountants of India, which is applicable from this year. The impact of the same on the result for the quarter/nine months is not material.
- During the quarter :
 - The Company has commissioned its grinding plant having capacity of 1 million ton, at Roorkee, in the state of Uttarakhand.
 - The Company by way of upgradation has enhanced its clinkerization capacity at Rabriyawas plant, in the state of Rajasthan from 1.6 million tonnes to 2.0 million tonnes.
- The Company's operation at Ambujanagar plant, in the state of Gujarat was disrupted for most part of August 2007 and for few days in September 2007 due to floods.
- Due to adverse market conditions in Sri Lanka and depreciation in local currency, the Company's subsidiary Ceylon Ambuja Cements (Private) Limited has incurred continuing operating losses and net worth of the said subsidiary company has been eroded substantially. Accordingly, during the quarter, the Company has recognised a provision for diminution in value of investments of Rs. 27.00 crores which net of tax of Rs. 6.12 crores amounts to Rs.20.88 crores.
 - Exceptional items for the nine months ended 30th September, 2007 of Rs. 661.40 crores are stated net of tax of Rs. 127.04 crores (previous year Rs. 34.41 crores net of taxes of Rs. 5.26 crores).
- The Company has only one business segment "Cement".
- At the beginning of the quarter ended 30th September, 2007, no investor complaint was pending. During the quarter 7 complaints were received and all 7 complaints were resolved. No complaint was pending disposal as on 30th September, 2007.
- Ambuja Cement Eastern Limited (ACEL) was merged with the Company during the last quarter of the period ended 31st December, 2006 (with effect from 1st January, 2006). Accordingly the figures for the corresponding three months / nine months of the previous year have been restated by including results of erstwhile ACEL.
 - Indo Nippon Special Cements Limited (INSCL), a wholly owned subsidiary company, was merged with the Company with effect from 1st July 2005 during the quarter ended 31st March 2007. INSCL had no significant activity from the date of merger. Consequently, the merger does not have any material impact on comparability of the above financial results.
 - The previous accounting year of the company was extended by six months to end on 31st December, 2006. In view of the above, information pertaining to the nine months ended 30th September, 2006 has been provided by aggregating the reviewed figures for the quarter ended 31st March, 2006, 30th June, 2006 and 30th September, 2006 to facilitate comparison.
- The figures for the previous quarter / nine months have been regrouped/restated wherever necessary.
- The above results have been approved and taken on record by the Board of Directors at its meeting held on 19th October, 2007.
- Limited review of the financial results for the quarter / nine months ended 30th September, 2007 has been carried out by the Auditors.

By the Order of the Board

Mumbai
19th October, 2007

A.L. Kapur
Managing Director

- 7 Exceptional items for the quarter ended 30th September 2007 for Rs. (23.00) crores is net of tax of Rs. Nil and for the nine months ended 30th September, 2007 of Rs. 659.28 crores is net of tax of Rs. 133.16 crores.