

HATSUN AGRO PRODUCT LIMITED

Regd. Office : 5-A, Vijayaraghava Road, T.Nagar, Chennai - 600 017
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2006

(Rupees in Lacs)

S.No.	Particulars	Unaudited			Audited	
		9 months ended 31.12.2005	3 months ended 31.03.2006	3 months ended 31.03.2005	Financial Year ended 31.03.2006	Financial Year ended 31.03.2005
1	Gross Sales	41,466.49	13,015.37	11,734.72	54,481.86	45,382.76
2	Less : Excise Duty	381.19	66.25	133.73	447.44	464.01
3	Net Sales	41,085.30	12,949.12	11,600.99	54,034.42	44,918.75
4	Other Income	459.08	304.62	81.18	763.70	159.14
5	Total Expenditure					
	a. Consumption of Materials	30,947.91	10,090.35	8,841.58	41,038.26	34,373.42
	b. Employee Cost	1,089.85	399.07	301.52	1,488.92	1,227.44
	c. Other Expenditure	6,822.91	2,132.65	1,968.89	8,955.56	7,370.18
	Total Expenditure (a to c)	38,860.67	12,622.07	11,111.99	51,482.74	42,971.04
6	Profit/(Loss) before Interest, Depreciation and Tax	2,683.71	631.67	570.18	3,315.38	2,106.85
7	Interest	700.32	236.38	194.25	936.70	569.31
8	Depreciation & Amortization	1,145.14	403.58	401.46	1,548.72	1,377.43
9	Profit/(Loss) before Tax	838.25	(8.29)	(25.53)	829.96	160.11
10	Provision for Taxation					
	- Current period	(302.36)	(20.79)	75.14	(323.15)	(57.43)
	- Prior period	-	-	-	-	(29.17)
11	Fringe benefit Tax	(23.17)	(59.10)	-	(82.27)	-
12	Profit/(Loss) after tax	512.72	(88.18)	49.61	424.54	73.51
13	- Paid-up Equity Share Capital (Face Value Rs.10/- each)	679.21	679.21	679.21	679.21	679.21
	- Paid up 8% Non-Convertible Cumulative Redeemable Preference Share Capital (Face Value Rs.100/- each)	508.00	508.00	-	508.00	-
14	Reserves excluding revaluation reserve	2,134.54	1,869.07	1,621.82	1,869.07	1,621.82
15	Basic and diluted earnings per share (Rs.)	7.41	(1.47)	0.73	5.92	1.08
16	Aggregate of non-promoters shareholding					
	- Number of Equity Shares	2,120,192	2,120,192	2,120,192	2,120,192	2,120,192
	- Percentage of Equity Shareholding	31	31	31	31	31

Segment wise Revenue, Results and Capital Employed

(Rupees in Lacs)

S.No.	Particulars	Unaudited			Audited	
		9 months ended 31.12.2005	3 months ended 31.03.2006	3 months ended 31.03.2005	Financial Year ended 31.03.2006	Financial Year ended 31.03.2005
1	Segment Revenue					
	a. Milk & Milk Products	38,614.21	11,817.18	10,876.74	50,431.39	41,553.98
	b. Ice Cream and Others	2,852.28	1,198.19	857.98	4,050.47	3,828.78
	Sales from operations	41,466.49	13,015.37	11,734.72	54,481.86	45,382.76
2	Segment Results (Profit before tax and Interest)					
	a. Milk & Milk Products	1,901.70	13.81	314.51	1,915.51	1,081.08
	b. Ice Cream and Others	124.38	405.49	90.01	529.87	490.93

Total	2,026.08	419.30	404.52	2,445.38	1,572.01
Less: Interest (net)	696.56	229.96	189.90	926.52	543.30
Unallocable expenditure (net of unallocable income)	491.27	197.63	240.15	688.90	868.60
Total Profit / (Loss) before tax	838.25	(8.29)	(25.53)	829.96	160.11
3 Capital employed					
a. Milk & Milk Products	11,061.37	10,521.48	9,746.68	10,521.48	9,746.68
b. Ice Cream and Others	1,154.42	1,394.94	945.98	1,394.94	945.98
c. Unallocable	(8,894.04)	(8,860.14)	(8,391.63)	(8,860.14)	(8,391.63)
Total	3,321.75	3,056.28	2,301.03	3,056.28	2,301.03

Notes:

- 1 The above results were taken on record by the Board of Directors at their meeting held on 27th June 2006.
- 2 The Board of Directors of the Company had recommended an Interim Dividend at Rs.2/- per Equity Share of Rs.10/- each to the shareholders whose names appear on the Register of Shareholders as on 14th July 2006.
- 3 The auditors of the Company in the report for the current year have qualified for certain income tax related matters which are under dispute. Management's estimate of the financial impact thereof is approximately Rs.150 lakhs. Based on legal advice, management believes that no incremental provision is required for such income tax related matters.
- 4 In view of the stay order dated 17th September 2005 issued by the Honourable Madras High Court in respect of Fringe Benefit Tax ('FBT'), the Company did not make any provision for FBT in the quarters ended 30th September 2005 and 31st December 2005. The Honourable Supreme Court has vacated the stay of the Madras High Court and consequently, the Company has made provision for FBT in the current quarter including the provision towards, the previous quarters ended 30th September 2005 and 31st December 2005.
- 5 Status of investor grievances for the quarter ended 31st March 2006

No. of Complaints Pending as at 1st January 2006	Received during the quarter	Disposed during the quarter	Lying unresolved as at 31st Mar 2006
0	17	17	0
- 6 Previous period / year figures have been regrouped / reclassified wherever necessary to conform to current period classification.

For and on behalf of the Board

Place : Chennai

Date : 27th June 2006

R.G.Chandramogan
Managing Director

Additional Note : The Interim Dividend of Rs.2/- per Equity Share was recommended by the Board of Directors at their meeting held on 21st June 2006.

[1]

KPMG:

Issued on 06-Oct-2005. For dividend computation purpose 177 days has been considered