

UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER, 2003

(Rs. in lakhs)

Sr No	Particulars	Quarter ended 30.09.2003	Quarter ended 30.09.2002	Half year ended 30.09.2003	Half year ended 30.09.2002	Previous year ended 31.03.2003
1.	Sales/Income from Operations	44258	40596	84554	81132	172639
2.	Other Income	535	246	942	456	1346
3.	Total Expenditure					
	(a) (Increase)/Decrease - Stock in trade	538	1570	(1312)	343	153
	(b) Consumption of raw materials	27752	24056	55273	50503	108286
	(c) Staff Cost	3736	4136	7860	8263	16192
	(d) Excise Duty	3395	2832	6524	6485	13937
	(e) Other Expenditure	4859	5587	9726	10289	21349
4.	Interest	1045	1557	2379	3401	6443
5.	Depreciation	1033	993	2172	2133	4525
6.	Profit/(Loss) before Tax & Exceptional & Extraordinary Items	2435	111	2874	171	3100
7.	Exceptional & Extraordinary Items	-	2090	-	2090	620
8.	Profit/(Loss) after Exceptional & Extraordinary Items	2435	2201	2874	2261	3720
9.	Provision for Taxation					
	(a) Current Tax	165	-	165	-	25
	(b) Deferred Tax Charge	-	(131)	166	(131)	878
10.	Net Profit/(Loss) After Tax	2270	2332	2543	2392	2817
11.	Paid-up Equity Share Capital (Rs.10/- each)	5237	5237	5237	5237	5237
12.	Reserves (excluding revaluation reserves)	-	-	-	-	37225
13.	Basic & Diluted EPS (Rs.)	4.33	4.45	4.86	4.57	5.38
14.	Aggregate of non-promoter shareholding					
	* Number of shares	24907296	24907296	24907296	24907296	24907296
	* Percentage of shareholding	47.56	47.56	47.56	47.56	47.56

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE PERIOD ENDED 30TH SEPTEMBER, 2003

(Rs. in lakhs)

Sr No	Particulars	Quarter ended 30.09.2003	Quarter ended 30.09.2002	Half year ended 30.09.2003	Half year ended 30.09.2002	Previous year ended 31.03.2003
1.	Segment Revenue					
	(a) Power Systems	18918	17335	31759	31917	69072
	(b) Consumer Products	13367	11400	30637	26214	53392
	(c) Industrial Systems	10896	8942	20229	17281	39243
	(d) Digital Group	1462	3250	2821	6549	12624
	Total	44643	40927	85446	81961	174331
	Less: Inter segment revenue	385	331	892	829	1692
	Sales/Income from operations	44258	40596	84554	81132	172639
2.	Segment Results [Profit/(Loss) before tax and interest from each segment]					
	(a) Power Systems	1717	1001	2434	2245	6304
	(b) Consumer Products	1407	919	2856	2147	4295
	(c) Industrial Systems	959	490	1444	755	2337
	(d) Digital Group	(244)	299	(260)	436	365
	Total	3839	2709	6474	5583	13301
	Less:					
	(i) Interest	1045	1557	2379	3401	6443
	(ii) Other un-allocable expenditure net of un-allocable income	359	(1049)	1221	(79)	3138
	Total Profit Before Tax	2435	2201	2874	2261	3720
3.	Capital Employed (Segment Assets – Segment Liabilities) (Based on estimates in terms of available data)					
	(a) Power Systems	30435	29225	30435	29225	27919
	(b) Consumer Products	6019	11276	6019	11276	10569
	(c) Industrial Systems	10269	14989	10269	14989	13421
	(d) Digital Group	4823	4307	4823	4307	3683
	(e) Others	24886	26475	24886	26475	26420
	Total	76432	86272	76432	86272	82012

NOTES :

1. The above un-audited financial results for the quarter and half-year ended 30th September, 2003 were approved at the meeting of the Board of Directors held on 28th October, 2003 after being approved and recommended by the Audit Committee and subjected to limited review by the Statutory Auditors of the Company.
2. With respect to Auditors' qualifications on non-provision regarding income-tax, excise and sales tax demands aggregating to Rs.12.29 crores (net of tax) for the year ended 31.03.2003, the Company is of the opinion that the said demands would be dismissed in favour of the Company and hence, no provision is considered necessary.
3. The Company has provided for Current Tax u/s. 115JB (MAT) of the Income Tax Act, 1961, at the annual effective income tax rate. Wealth Tax and Deferred Tax Liability / Asset, if any, will be provided for at the year-end.
4. The Company follows the practice of consistently reviewing and providing for doubtful debts/ advances, if any, as an appropriation of profits only at the year-end. Accordingly, no additional provision has been made in the above half-yearly accounts.
5. Figures for the previous period wherever applicable, have been regrouped and re-arranged to conform with those of the current period.
6. Regarding segment-wise results, business segments have been identified as reportable Primary Segments in accordance with AS – 17, issued by the ICAI, taking into account the organisation and internal reporting structure as well as evaluation of risks and returns from these segments.
7. The business segments comprise the following :
 - Power Systems : Transformers, Switchgear and Turnkey Projects.
 - Consumer Products : Fans, Luminaires, Light Sources and Pumps.
 - Industrial Systems : Electric Motors and Alternators.
 - Digital : Telecommunications.
8. Segment Revenue and Results include the respective amounts identifiable to each of the business segments. Other un-allocable expenditure includes expenses incurred on common regional services to the segments, which are not directly identifiable to the individual segments as well as expenses incurred at the Corporate level which relate to the Company as a whole.
9. Segment Assets and Liabilities include all operating assets used by the business segments. Common Assets and Liabilities which cannot be allocated to any of the segments are shown as part of 'Others'.
10. With respect to fluctuations in the market value of investments, the Company will review the same at the year-end and necessary adjustments, if any, will be accounted for then. (Appreciation as on 30th September, 2003 has not been reckoned).
11. The Company received and satisfactorily resolved two investor complaints during the quarter; there are no complaints lying unresolved as at 30th September, 2003.

12. In accordance with AS 26 – 'Intangible Assets' issued by the Institute of Chartered Accountants of India, which has become mandatory w.e.f. 01.04.2003, expenditure on certain intangible items which were treated as deferred revenue expenditure have now been charged off. Further, the carrying amount of such expenditure upto 31st July, 2003 amounting to Rs.152,05,62,049 as detailed below, has been adjusted against the Securities Premium Account in accordance with the Resolution passed at the Annual General Meeting held on 22nd July, 2003 and as per the Order of the Hon'ble High Court of Judicature at Mumbai dated 15th September, 2003 :

- (a) Miscellaneous Expenditure to the extent not written off or adjusted being Rs.64,32,98,169.
- (b) Deferred Tax Asset being Rs.79,46,00,000.
- (c) Debit Balance in the Profit and Loss Account being Rs.8,26,63,880.

13. The Management had decided to suspend the operations w.e.f. 22nd April, 2003, in respect of the following Divisions :

- (a) Capacitor – Pune;
- (b) Industrial Electronics – Satpur, Nasik; and
- (c) Digital-Informatics – Bangalore.

However, in the opinion of the Management, there will not be any material impact on the future operations of the Company and the fair value of fixed assets.

14. The Company has declared an interim dividend for the financial year 2003-04 of Rs.3.00 (Rupees Three) per share on 5,23,66,656 equity shares of Rs 10/- each.

Notice is hereby given pursuant to Section 154 of the Companies Act 1956, that the Record Date for payment of the interim dividend will be Friday, 21st November, 2003.

For Crompton Greaves Limited

Place : Mumbai.
Date : 28th October, 2003.

SM Trehan
Managing Director

