

PEARL POLYMERS LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2006

	SCHEDULE REFERENCE	For the year ended 31st March, 2006 (Rs.in '000)	For the Six Month period ended 31st March, 2005 (Rs.in '000)
INCOME			
Gross Sales		1405232	679880
Less: Excise Duty		<u>211233</u>	<u>101770</u>
Net Sales		1193999	578110
Other Income	13	<u>28236</u>	<u>15855</u>
		<u>1222235</u>	<u>593965</u>
EXPENDITURE			
Cost of Materials	14	689408	350217
Personnel	15	81175	36875
Manufacturing, Administrative and Selling	16	293939	132938
Excise Duty on variation of Finished Goods Stock		456	(114)
Finance Charges	17	58539	32587
Depreciation		<u>54371</u>	<u>31264</u>
		<u>1177888</u>	<u>583767</u>
Profit/(Loss) before Tax & Prior Period adjustments			
Prior period adjustments		44347	10198
Profit/(Loss) before Tax		(431)	(60)
Income Tax adjustment/payment for earlier year		43916	10138
Provision for Tax		(841)	(73)
- Current		(3780)	(794)
- Deferred		(15491)	738
- Fringe Benefit Tax		<u>(1500)</u>	<u>-</u>
Profit/(Loss) After Tax		22304	10009
Wealth Tax paid for earlier years			1
Income Tax adjustment payment for earlier year			24
Previous Year Expenses/Income			0
Balance Carried to Balance Sheet		<u>22304</u>	<u>9984</u>
		<u>(239)</u>	<u>10009</u>
Add: Balance brought forward from previous year		<u>0</u>	<u>0</u>
Balance available for appropriation		22304	10009
APPROPRIATIONS			
Transfer to Debenture Redemption Reserve		5000	-
Transfer from Debenture Redemption Reserve		(2500)	-
Balance carried to Balance Sheet		<u>19804</u>	<u>10009</u>
Total		22304	10009
EARNING PER SHARE(RS.)- BASIC *		1.53	0.80
EARNING PER SHARE(RS.)- DILUTED *		1.53	0.66
(Nominal Value of Rs.10/- each)			
*Not annualised			

Significant Accounting Policies and

Notes to the Accounts

18

The Schedule referred above form an intergral part of the Profit & Loss Account

This is the Profit & Loss Account referred to in our report of even date.

On Behalf of the Board

sd/-
Chand Sethi
 Chairman & Managing Director

sd/-
Harish Seth
 Vice-Chairman & Managing Director

sd/-
Rajesh Sethi
 Partner
 M.No: 85669
 For and on behalf of
J.C.Bhalla & Co

sd/-
Naresh Kapoor
 Company Secretary

CHARTERED ACCOUNTANTS

New Delhi

Date :June 30, 2006