

HATSUN AGRO PRODUCT LIMITED

Regd. Office: 5A, Vijayaraghava Road, T.Nagar, Chennai 600 017.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2006

(Rupees in lacs)

S.No.	Particulars	Unaudited		Audited
		3 months ended 30.06.2006	3 months ended 30.06.2005	Financial Year ended 31.03.2006
1	Gross Sales	13,061.59	12,337.27	54,481.86
2	Less : Excise Duty	-	172.46	447.44
3	Net Sales	13,061.59	12,164.81	54,034.42
4	Other Income	89.89	49.28	763.70
5	Total expenditure			
	a. Decrease / (Increase) in stock-in-trade	(203.62)	(1,607.51)	134.33
	b. Consumption of Materials	9,840.72	10,199.83	40,560.60
	c. Purchase - traded goods	100.15	92.33	343.33
	d. Employee Cost	418.10	355.90	1,488.92
	e. Other Expenditure	2,350.83	2,167.10	8,955.56
	Total Expenditure (a to e)	12,506.18	11,207.65	51,482.74
6	Profit before Interest, Depreciation and Tax	645.30	1,006.44	3,315.38
7	Interest and finance charges	233.02	192.73	936.70
8	Depreciation & Amortization	374.87	352.27	1,548.72
9	Profit before Tax	37.41	461.44	829.96
10	Provision for Taxation	(24.80)	(186.52)	(405.42)
11	Profit after tax	12.61	274.92	424.54
12	- Paid-up Equity Share Capital (Face Value Rs.10/- each)	679.21	679.21	679.21
	- Paid up 8% Non-Convertible Cumulative Redeemable Preference Share Capital (Face Value Rs.100/- each)	1,008.00	-	508.00
13	Reserves excluding revaluation reserve	1,825.99	1,896.74	1,869.07
14	Basic and diluted earnings per share (Rs.)	(0.08)	4.05	5.92
15	Aggregate of Non-promoters Shareholding			
	- Number of Equity Shares	2,120,192	2,120,192	2,120,192
	- Percentage of Equity Shareholding	31	31	31

Segment wise Revenue, Results and Capital

(Rupees in Lacs)

Employed

(Rupees in Lacs)

S.No.	Particulars	Unaudited		Audited
		3 months ended 30.06.2006	3 months ended 30.06.2005	Financial Year ended 31.03.2006
1	Segment Revenue			
	a. Milk & Milk Products	11,432.52	10,820.40	50,431.39
	b. Ice-cream and Others	1,629.07	1,516.87	4,050.47
	Sales from Operations	13,061.59	12,337.27	54,481.86
2	Segment Results (Profit before Tax and Interest)			
	a. Milk & Milk Products	278.40	700.71	1,915.51
	b. Ice-cream and Others	178.97	159.06	529.87
	Total	457.37	859.77	2,445.38
	Less: Interest and finance charges (net)	219.03	192.40	926.52
	Unallocable expenditure (net of unallocable income)	200.93	205.93	688.90
	Total Profit before tax	37.41	461.44	829.96
3	Capital employed			
	a. Milk & Milk Products	10,845.79	10,177.03	10,521.48
	b. Ice-cream and Others	1,330.38	821.01	1,394.94
	c. Unallocable	(8,666.47)	(8,422.09)	(8,860.14)
	Total	3,509.70	2,575.95	3,056.28

Notes:	
1	The above results were taken on record by the Board of Directors at their meeting held on 28 th July 2006.
2	The auditors of the Company in their report for the year ended 31 March 2006 had 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.
3	Effective 1 April 2006 the Company has adopted the revised Accounting Standard 15 (AS 15), Employee Benefits as issued by the Institute of Chartered Accountants of India. Pursuant to the actuarial valuation the net additional liability as on 1 April 2006 for defined benefit plans towards Gratuity amounting to Rs 41.39 lacs (net of deferred tax of Rs 21 lacs) has been adjusted against the opening balance of revenue reserves.
4	Provision for tax includes Rs 12 lacs (corresponding previous quarter Rs 23.17 lacs) for fringe benefit tax

5 Earnings per share is computed after considering the impact of dividend payable on 8% non-convertible cumulative redeemable preference shares

6 Status of investor grievances for the quarter ended 30th June 2006.

No. of Complaints Pending as at 1st April 2006	Received during the quarter	Disposed during the quarter	Lying unresolved as at 30th June 2006
-	9	9	-

For and on behalf of the Board

**Place : Chennai - 17.
Date : 28th July 2006**

**K.S. THANARAJAN
Joint Managing Director**