

**ORIENT ABRASIVES LIMITED**  
**UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006**

		Rs. in lacs		
Sl. No.	Particulars	Unaudited		Audited
		Quarter ended	Quarter ended	Year ended
		30.06.2006	30.06.2005	31.03.2006
1	Gross Sales/Income from operations	5,129.39	4,279.67	18,508.93
	Less : Excise Duty	656.32	559.12	2,413.13
	Sales (Net)	4,473.07	3,720.55	16,095.80
2	Other Income	42.06	21.72	184.11
		<b>4,515.13</b>	<b>3,742.27</b>	<b>16,279.91</b>
3	Total Expenditure			
	a) (Increase) in stock in trade	(120.46)	(190.06)	(16.42)
	b) Consumption of raw materials	1,708.82	1,332.79	5,864.46
	c) Power and Fuel	964.63	656.96	2,578.70
	d) Stores and spares consumed	320.25	316.85	1,259.49
	e) Staff Cost	453.85	401.01	1,613.28
	f) Other expenditure	575.00	491.28	2,021.62
4	Interest (Net)	50.51	58.36	259.96
5	Depreciation	134.51	110.99	472.73
6	<b>Profit before Tax (1+2-3-4-5)</b>	<b>428.02</b>	<b>564.09</b>	<b>2,226.09</b>
7	<b>Provision for taxation</b>	<b>(126.50)</b>	<b>(110.00)</b>	<b>(490.00)</b>
	Deferred Tax (Charge)/Credit	5.68	7.00	(193.52)
	Income Tax Credit for earlier years	0.01	-	54.90
	Fringe Benefit Tax	(5.50)	(5.00)	(23.65)
8	<b>Net Profit</b>	<b>301.71</b>	<b>456.09</b>	<b>1,573.82</b>
9	Paid-up equity share capital (including forfeited amount Rs.13044/-)	598.33	598.33	598.33
10	Reserve excluding revaluation reserve	-	-	5,176.50
11	Basic and diluted EPS -not annualised (fully paid up share of Re.1/-each)	0.50	0.75	2.59
	Non-promoter shareholding :-			
	No. of shares of face value of Rs. 10 each		2,904,474	
	No. of shares of face value of Re. 1 each	28,863,076		28,939,049
	Percentage of Shareholding :	48.25	48.55	48.37

Notes :

- The above financial results reviewed by the Audit Committee and the Auditors were taken on record by the Board of Directors at its meeting held on July 31, 2006
- The entire (6% cumulative) 400000 preference shares of Rs. 100 each aggregating Rs. 4.00 crore were redeemed at par during the current quarter ended June 30, 2006
- The Bonded Abrasives Business shall be transferred to Grindwell Norton Ltd. as per agreement entered with the on April 18, 2006. The date of transfer is likely to be October 1, 2006. Advance received against sale of the Div of Rs. 1350 lacs has been included in the books of Corporate Office.
- Pursuant to the adoption of Accounting Standard 15 ( Revised 2005) on Employee Benefits, issued by the Institute Chartered Accountants of India, the valuation of the obligation and plan assets in respect of long term employee benefits is being carried out by the Company. Adjustment, if any, in respect of such benefits upto March 31, 2006 shall be made out of opening revenue reserve. The estimated charge for the current quarter on account of such employee benefits has been provided for in the above results, which does not have a material impact.
- The position of investor complaints received, disposed of and pending during the quarter is : Pending at the beginning of the quarter - 0, Received during the quarter - 13, Disposed of during the quarter - 13, Pending at the end of the quarter - 0
- Previous year/period figures have been regrouped wherever considered necessary.

**for ORIENT ABRASIVES LIMITED**

Place : New Delhi  
Date: July 31, 2006

S.G.RAJGARHIA  
MANAGING DIRECTOR

<b>ORIENT ABRASIVES LIMITED</b>			
<b>Segmentwise Revenue, Results and Capital employed reporting for the quarter ended June 30, 2006 and June 30, 2005 and for the year ended March 31, 2006 under clause 41 of the listing agreement</b>			
<b>(Amount in Rs. lacs)</b>			
<b>Particulars</b>	<b>Unaudited</b>		<b>Audited</b>
	<b>Quarter ended</b>	<b>Quarter ended</b>	<b>Year ended</b>
	<b>30.06.2006</b>	<b>30.06.2005</b>	<b>31.03.2006</b>
<b>1. Segment Revenue</b>			
A. Fused Aluminium Oxide Grains including calcined products	2,350.37	1,992.67	7,771.68
B. Refractories & Monolithics	3,211.63	2,399.22	10,817.02
C. Bonded Abrasives*	659.76	708.61	2,958.06
<b>Total</b>	<b>6,221.76</b>	<b>5,100.50</b>	<b>21,546.76</b>
Less: Inter Segment Revenue	1,051.60	799.59	2,855.69
<b>Net sales / Income from Operations</b>	<b>5,170.16</b>	<b>4,300.91</b>	<b>18,691.07</b>
<b>2. Segment Results</b>			
(Profit before interest and Tax)			
A. Fused Aluminium Oxide Grains including calcined products	138.26	308.17	629.68
B. Refractories & Monolithics	349.15	304.33	1,751.21
C. Bonded Abrasives*	36.80	52.28	270.63
<b>Total</b>	<b>524.21</b>	<b>664.78</b>	<b>2,651.52</b>
Less : Interest	50.51	58.36	259.96
Less : Unallocable expenditure net off unallocable income	45.68	42.33	165.47
<b>Profit before tax</b>	<b>428.02</b>	<b>564.09</b>	<b>2,226.09</b>
<b>3. Capital Employed</b>			
A. Fused Aluminium Oxide Grains including calcined products	5,605.60	4,477.36	4,821.55
B. Refractories & Monolithics	4,221.61	3,449.66	4,132.80
C. Bonded Abrasives*	968.63	1,015.54	872.84
<b>Total</b>	<b>10,795.84</b>	<b>8,942.56</b>	<b>9,827.19</b>

\* The Bonded Abrasives Business is being transferred to Grindwell Norton Ltd. The date of transfer is likely to be October 1, 2006.