

VADILAL INDUSTRIES LIMITED

Regd. Office : Vadilal House, Shrimali Society, Nr. Navarangpura Railway Crossing, Navrangpura, Ahmedabad - 380 009

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THREE MONTHS & HALF-YEAR
ENDED ON 30TH SEPTEMBER, 2006**

(Rs. in Lacs)

Sr. No.	Particulars	Three months ended on 30/9/2006 (Unaudited)	Corresponding three months ended on 30/9/2005 (Unaudited)	Current year cumulative upto 30/9/2006 (6 months) (Unaudited)	Corresponding previous year cumulative upto 30/9/2005 (6 months) (Unaudited)	Previous Accounting year ended on 31/3/2006 (Audited)
1	Net Sales/Income from Operation	2733.73	2533.00	7013.68	6409.53	10873.61
2	Other Income	37.31	81.63	47.08	99.85	244.45
3	Total Expenditure	2519.64	2469.53	6199.33	5835.98	10010.58
	a) (Increase)/Decrease in Stock-in-trade	90.28	304.09	(569.35)	(338.76)	194.35
	b) Consumption of raw materials	1489.70	1069.34	4590.66	3576.12	5361.23
	c) Excise Duty	10.45	279.84	25.23	828.57	1197.71
	d) Staff Cost	152.25	126.01	294.00	247.01	545.17
	e) Other Expenditure	776.96	690.25	1858.79	1523.04	2712.12
4	Interest (Net)	86.79	82.29	168.09	170.12	295.58
5	Profit after Interest but before depreciation	164.61	62.81	693.34	503.28	811.90
6	Depreciation	67.75	61.65	135.81	123.59	245.83
7	Profit/(Loss) after Depreciation	96.86	1.16	557.53	379.69	566.07
8	Prior period adjustemenet	0.00	0.00	0.00	0.00	(1.05)
9	Exceptional Items	0.00	0.00	0.00	0.00	0.00
10	Excess provision of income tax of earlier years written back	0.00	0.00	0.00	0.00	0.60
11	Profit/(Loss) before Taxation	96.86	1.16	557.53	379.69	565.62
12	Provision for Taxation					
	(a) Current	34.85	7.65	179.00	142.20	114.00
	(b) Deferred	(0.60)	(7.37)	11.32	(14.38)	69.26
	(c) Fringe Benefit Tax	3.00	4.00	6.00	5.00	12.50
13	Net Profit/(Loss)	59.61	(3.12)	361.21	246.87	369.86
14	Paid Up Equity Share Capital (Face Value of Rs. 10/-)	718.78	718.78	718.78	718.78	718.78
15	Reserves excluding Revaluation Reserve					1951.85
16	EPS	0.83	(0.04)	5.03	3.43	5.15
17	Cash EPS	1.77	0.81	6.91	5.15	8.57
18	Aggregate of Public Shareholding					
	(a) Number of Shares	2498639	2494623	2498639	2494623	2495743
	(b) Percentage of Shareholding	34.76%	34.70%	34.76%	34.70%	34.72%

NOTES :

- As the major business of the Company i.e. ice-cream and processed food products is of a seasonal nature, sales as well as profits during April to September period are usually higher than October to March period.
- From 01.04.2006, the Company has followed the practice as per the Guidance Note issued by the Institute of Chartered Accountants of India on accounting for VAT. Accordingly, current period sales figures are shown net of VAT and Sales Tax. To make previous period figures comparable, VAT and Sales Tax have been excluded from previous period sales figures. Exclusion of Sales Tax & VAT from Sales do not have any effect on the profit for the respective periods.
- To address the qualification remarks on accrual basis made by the Auditors for not accounting licence income on accrual basis for the year ended 31st March, 2006, the Company has during the period of six months ended on 30th September, 2006 accounted for the licence income of Rs. 105.40 lacs and Rs. 53.06 lacs relating to Accounting Year 2005-06 and six months ended 30th September, 2006, respectively.
- Corresponding figures of the previous period have been re-grouped/re-stated, wherever necessary.
- Details of number of investor complaints for the Quarter ended on 30th September, 2006 : Beginning - Nil, Received - Nil, Disposed off - Nil and Pending - Nil.
- The above financial results were considered, approved and taken on record by the Board of Directors at their meeting held on 31st October, 2006 after reviewed by Audit Committee of the Directors of the Company.
- The results for the Quarter ended on 30th September, 2006 are subject to "Limited Review" by the Statutory Auditors of the Company.

**For VADILAL INDUSTRIES LIMITED
RAMCHANDRA R. GANDHI
CHAIRMAN**

Date : 31st October, 2006
Place : Ahmedabad

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lacs)

Sr. No.	Particulars	Three months ended on 30/9/2006 (Unaudited)	Corresponding three months ended on 30/9/2005 (Unaudited)	Current year cumulative up to 30/9/2006 (6 months) (Unaudited)	Corresponding previous year cumulative up to 30/9/2005 (6 months) (Unaudited)	Previous Accounting year ended on 31/3/2006 (Audited)
1	Segment Revenue (Net Sales/ Income from each Segment should be disclosed under this head)					
	a) Ice - cream Division	1828.86	1701.26	5478.59	4937.35	7919.18
	b) Processed Food Division	908.01	849.83	1553.37	1489.15	2975.17
	c) Others	0.92	(0.01)	1.83	1.11	3.96
	Total	2737.79	2551.08	7033.79	6427.61	10898.31
	Less: Inter-segment Revenue	(4.06)	(18.08)	(20.11)	(18.08)	(24.70)
	Net Sales/Income from Operations	2733.73	2533.00	7013.68	6409.53	10873.61
2	Segment Result (Profit/Loss before Tax and Interest from each segment *)					
	a) Ice - cream Division	30.12	(0.51)	547.04	425.82	497.07
	b) Processed Food Division	172.56	98.70	215.31	153.95	293.92
	c) Others	(0.97)	(0.76)	(0.95)	(2.57)	(0.41)
	Total	201.71	97.43	761.40	577.20	790.58
	Less:					
	a) Interest **	86.79	82.29	168.09	170.12	295.58
	b) Other un-allocable expenditure net off un-allocable income	18.06	13.98	35.78	27.39	(70.62)
	Total	104.85	96.27	203.87	197.51	224.96
	Total Profit before Tax	96.86	1.16	557.53	379.69	565.62
3	Capital Employed (Segment Assets - Segment Liabilities)					
	a) Ice - cream Division	2853.12	3272.49	2853.12	3272.49	3882.30
	b) Processed Food Division	3051.88	2789.50	3051.88	2789.50	2133.18
	c) Others	16.83	11.16	16.83	11.16	14.96
	Total	5921.83	6073.15	5921.82	6073.15	6030.44
	Add: Unallocable current Assets	(2697.97)	(3304.59)	(2697.97)	(3304.59)	(3181.51)
	Less unallocable current Liabilities					
	Total	3223.86	2768.56	3223.85	2768.56	2848.93

* Profit/Loss before tax and interest in case of segments having operations which are primarily of financial nature.

** Other than the interest pertaining to the segments having operations which are primarily of financial nature.