

THE ARVIND MILLS LIMITED

Naroda Road, Ahmedabad - 380 025. India.

Phone : (079) 22203030 Fax : (079) 22201396

A MEMBER OF THE LALBHAI GROUP

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2008						
Sr. No	Particulars	[Rs.in Crores]				
		Nine Months Ended (unaudited)	Quarter Ended (Unaudited)		Year Ended (Audited)	Year Ended (Audited)
		31.12.07	31.03.08	31.03.07	31.03.08	31.03.07
1	Net Sales/Income from Operations	1612.90	658.37	486.21	2271.27	1847.99
2	Other Income	9.71	6.74	4.98	16.45	13.17
3	Total Income (1+2)	1622.61	665.11	491.19	2287.72	1861.16
4	Total Expenditure :					
	(a) (Increase)/decrease in stock in trade and work in progress	(10.75)	1.26	29.54	(9.49)	(53.64)
	(b) Consumption of Raw Materials	451.17	125.96	118.14	577.13	571.93
	(c) Purchase of traded goods	132.90	172.64	(5.63)	305.54	36.97
	(d) Employees Cost	174.44	58.96	51.69	233.40	204.33
	(e) Power & Fuel	148.20	66.80	39.52	215.00	171.67
	(f) Stores Consumption	187.55	54.39	71.96	241.94	213.23
	(g) Depreciation/Impairment	105.78	30.86	30.20	136.64	143.36
	(h) Other Expenses	312.68	107.57	110.67	420.25	395.34
	(i) Total	1501.97	618.44	446.09	2120.41	1683.19
5	Interest & Finance Cost (Net)	96.06	35.34	32.47	131.40	150.26
6	Exceptional Items (Net)	0.82	5.48	0.00	6.30	0.00
7	Profit from Ordinary Activities before tax (3)-(4+5+6)	23.76	5.85	12.63	29.61	27.71
8	Tax Expense :					
	- Current Tax	2.49	0.61	0.78	3.10	11.61
	- Fringe Benefit Tax	1.77	0.48	0.42	2.25	2.44
	- MAT Credit Entitlement	(2.49)	(0.61)	(0.78)	(3.10)	(11.61)
9	Net Profit from Ordinary Activities after tax (7-8)	21.99	5.37	12.21	27.36	25.27
10	Extra Ordinary Items (Net)	0.00	0.00	(6.81)	0.00	94.29
11	Profit after Extra Ordinary Items (9+10)	21.99	5.37	5.40	27.36	119.56
12	Paid-up Equity Share Capital (Face Value Rs.10/- per share)	209.38	218.98	209.38	218.98	209.38
13	Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year				1172.53	1106.93
14	Earnings Per Share (EPS) (Rs.)-(Not Annualised)					
	Basic					
	(a) - Before Extra Ordinary Items	0.94	0.23	0.54	1.17	1.04
	(b) - After Extra Ordinary Items	0.94	0.23	0.22	1.17	5.54
	Diluted					
	(a) - Before Extra Ordinary Items	0.76	0.19	0.54	0.98	1.04
	(b) - After Extra Ordinary Items	0.76	0.19	0.22	0.98	5.54
15	Public Shareholding					
	- No. of Shares	138496189	138487973	138395876	138487973	138395876
	- Percentage of Shareholding	66.15%	63.24%	66.10%	63.24%	66.10%

Notes:

- 1 The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 10th May, 2008.
- 2 The Company has provided for "Employee Benefits" as per Accounting Standard 15 (Revised) w.e.f. April 01, 2007. Liability of Rs 1.34 crore as of March 31, 2007, is adjusted against opening balance of Profit and Loss Account as per transitional provision as per AS 15 (Revised).
- 3 During the year under review, the Company has introduced Voluntary Retirement Scheme for certain category of employees and the expenses incurred on account of this has been amortised upto 31.03.2010 & recognised as exceptional items in accordance with Accounting Standard 15 (Revised).
- 4 During the quarter 96,00,000 warrants were converted into Equity Shares out of 5,06,00,000 Convertible Warrants at Rs.52/- per warrant issued to Promoter Group on Preferential basis. As a result of which, there is an increase in Share capital by Rs.9.60 crores & Share Premium by Rs.40.32 crores.
- 5 Based on principle of prudence & in confirmatory with the Announcement made by the Institute of Chartered Accountants of India, the Company has provided for the loss of Rs. 12.56 crore on the forex derivatives entered into by the Company and outstanding on the balance sheet date, on account of marking these derivatives to market (MTM).
- 6 In accordance with the Accounting Standard - 28 on Impairment of Assets, impairment loss amounting to Rs. 11.58 Crore is charged to Profit and Loss account.
- 7 During the quarter, there was a major fire in one of the godowns of the Company's Branded Garment on account of which finished goods of approx. 0.05 crore Pcs. were destroyed. The claim has been lodged based on the realizable value as per the preliminary assessment pending final settlement.
- 8 At the beginning of the quarter, no complaints from investors were pending. During the quarter 12 complaints were received and all were disposed off. No complaint was lying unresolved at the end of the quarter.
- 9 Figures of the previous quarter/year have been regrouped wherever necessary.

For The Arvind Mills Limited

Sanjay S. Lalbhai

Sanjay S.Lalbhai
Chairman and Managing Director

Ahmedabad
May 10, 2008

THE ARVIND MILLS LIMITED

Naroda Road, Ahmedabad - 380 025. India.

Phone : (079) 22203030 Fax : (079) 22201396

A MEMBER OF THE LALBHAI GROUP

SEGMENTWISE REVENUE RESULTS AND CAPITAL EMPLOYED						
Sr. No	Particulars	Nine Months Ended (Unaudited)	Quarter Ended (Unaudited)		Year Ended (Audited)	Year Ended (Audited)
		31.12.07	31.03.08	31.03.07	31.03.08	31.03.07
		(1)	(2)	(3)	(4)	(5)
1	Segment Revenue (Net Sales / Income from Operations)					
	(a) Textiles	1279.85	517.34	416.12	1797.19	1508.24
	(b) Branded Garments	341.30	142.08	85.90	483.38	347.13
	(c) Others	11.52	9.41	(2.13)	20.93	11.93
	Total	1632.67	668.83	499.89	2301.50	1867.30
	Add : Other Unallocable Income	0.00	0.16	0.12	0.16	0.12
	Less : Inter Segment Sales	19.77	10.62	13.80	30.39	19.43
	Net Sales / Income from Operations	1612.90	658.37	486.21	2271.27	1847.99
2	Segment Results (Profit and (Loss) before interest & Tax)					
	(a) Textiles	131.97	25.12	48.57	157.09	178.00
	(b) Branded Garments	(2.29)	15.59	5.14	13.30	10.00
	(c) Others	0.65	2.81	0.15	3.46	(1.01)
	Total	130.33	43.52	53.86	173.85	186.99
	Less :					
	(a) Interest and Finance Charges (Net)	96.06	35.34	32.47	131.40	150.26
	(b) Other Unallocable expenditure (net off un-allocable income)	10.51	2.33	8.76	12.84	9.02
	Profit Before Extra Ordinary Items & Tax	23.76	5.85	12.63	29.61	27.71
3	Capital Employed (Segment Assets - Segment Liability)					
	(a) Textiles	2164.14	2126.91	2404.14	2126.91	2404.14
	(b) Branded Garments	261.27	259.22	138.88	259.22	138.88
	(c) Others	7.15	12.45	9.20	12.45	9.20
	(d) Unallocable	817.34	934.73	769.12	934.73	769.12
	Total Capital Employed in Company	3249.90	3333.31	3321.34	3333.31	3321.34

For The Arvind Mills Limited

Sanjay S. Lalbhai

Sanjay S. Lalbhai
Chairman and Managing Director

Ahmedabad
May 10, 2008

Arvind

THE ARVIND MILLS LIMITED

Naroda Road, Ahmedabad - 380 025. India.
Phone : (079) 22203030 Fax : (079) 22201396

A MEMBER OF THE LALBHAI GROUP

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2008			
Sr. No	Particulars	[Rs.in Crores]	
		Year Ended (Audited)	Year Ended (Audited)
		31.03.08	31.03.07
1	Net Sales/Income from Operations	2654.96	2182.22
2	Other Income	20.66	18.59
3	Total Income (1+2)	2675.62	2200.81
4	Total Expenditure :		
	(a) (Increase) in stock in trade and work in progress	(20.30)	(103.69)
	(b) Consumption of Raw Materials	718.29	707.85
	(c) Purchase of traded goods	301.41	98.42
	(d) Employees Cost	290.43	245.58
	(e) Power & Fuel	254.56	210.16
	(f) Stores Consumption	295.49	261.10
	(g) Depreciation/Impairment	175.40	179.14
	(h) Other Expenses	471.18	397.33
	(i) Total	2486.46	1995.89
5	Interest & Finance Cost (Net)	156.60	171.23
6	Exceptional Items (Net)	6.50	0.00
7	Profit from Ordinary Activities before tax (3)-(4+5+6)	26.06	33.69
8	Tax Expense :		
	- Current Tax	7.73	12.24
	- Deferred Tax	0.03	(0.05)
	- Fringe Benefit Tax	2.76	2.73
	- MAT Credit Entitlement	(3.10)	(11.61)
9	Net Profit from Ordinary Activities after tax (7-8)	18.64	30.38
10	Extra Ordinary Items (Net)	0.00	94.29
11	Profit after Extra Ordinary Items (9+10)	18.64	124.67
12	Less : Share of Minority Interests	3.10	3.33
13	Net Profit (11-12)	15.54	121.34
14	Paid-up Equity Share Capital (Face Value Rs.10/- per share)	218.98	209.38
15	Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year	1088.49	1037.79
16	Earnings Per Share (EPS) (Rs.)-(Not Annualised)		
	Basic		
	(a) - Before Extra Ordinary Items	0.60	0.98
	(b) - After Extra Ordinary Items	0.60	5.48
	Diluted		
	(a) - Before Extra Ordinary Items	0.50	0.98
	(b) - After Extra Ordinary Items	0.50	5.48
17	Public Shareholding		
	- No. of Shares	138487973	138395876
	- Percentage of Shareholding	63.24%	66.10%

Notes:

- 1 The accounts of Joint Venture Company Diesel India Fashions Arvind Private Limited has not been considered for consolidation as it is being held for subsequent disposal in the near future.
- 2 In consolidating the accounts, the results of Life Style Fabrics Limited, Arvind Overseas (Mauritius) Limited and Arvind Spinning Limited (Mauritius) have been excluded as they have closed down their business operations & their accounts are not prepared on going concern basis. The accounts of Arvind Textile Mills Limited (Bangladesh) and Aakar Foundationwear Limited have not been considered they have yet not commenced business operations.
- 3 Previous year's figures are not comparable with those of the current year as previous year figures does not include figures of Joint Venture Company VF Arvind Brands Limited.
- 4 Figures of the previous year have been regrouped wherever necessary.

For The Arvind Mills Limited

Sanjay S. Lalbhai

**San jay S. Lalbhai
Chairman and Managing Director**

Ahmedabad
May 10, 2008

Arvind