



ESSEL PROPACK LIMITED

Regd. Off. : P.O. Vasind, Tal. Shahapur, Dist. Thane, Maharashtra - 421 604.

INDIAN SOUL, GLOBAL SPIRIT

INDIA OPERATIONS

UNAUDITED FINANCIAL RESULTS FOR QUARTER AND HALF YEAR ENDED JUNE 30, 2009

(Rs. in Lakhs)

Particulars	Quarter ended 30th June		Half Year ended 30th June		Year ended
	2009	2008	2009	2008	31/12/2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. (a) Net Sales / Income from Operations	7804	7379	15213	14430	31224
(b) Other operating income	273	460	727	965	2367
2. Expenditure :					
a. (Increase) / Decrease in Stock in trade	276	(251)	238	(335)	(538)
b. Consumption of Raw Materials	3401	3604	7063	6934	15406
c. Employees Cost	823	999	1732	2030	3598
d. Depreciation	581	497	1145	979	2066
e. Other Expenditure	1750	1917	3419	3517	7899
f. Total	6831	6766	13597	13125	28431
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	1246	1073	2343	2270	5160
4. Other Income	958	861	958	861	1890
5. Profit before Interest and Exceptional Items (3+4)	2204	1934	3301	3131	7050
6. (Gain)/Loss on Foreign Exchange Fluctuations (net)	122	341	129	534	895
7. Interest (net)	772	550	1466	1054	2427
8. Profit after Interest but before Exceptional Items (5-6-7)	1310	1043	1706	1543	3728
9. Exceptional Items	-	-	-	-	118
10. Profit(+)/Loss(-) before Tax for the period (8+9)	1310	1043	1706	1543	3846
11. Tax expenses	370	361	539	520	1129
12. Net Profit after tax for the period (10-11)	940	682	1167	1023	2717
13. Paid-up equity share capital (Face Value Rs.2/- each)	3131	3131	3131	3131	3131
14. Reserves excluding Revaluation reserves					55304
15. Earnings Per Share (EPS)					
Basic and Diluted EPS before Extraordinary items (not annualised)	0.60	0.44	0.75	0.65	1.74
Basic and Diluted EPS after Extraordinary items (not annualised)	0.60	0.44	0.75	0.65	1.74
16. Public shareholding					
- Number of Shares (Lakhs)	643.32	643.32	643.32	643.32	643.32
- Percentage of Shareholding	41.08%	41.08%	41.08%	41.08%	41.08%
17. Promoters and Promoters Group Shareholding					
a) Pledged / Encumbered					
Number of Shares	48,801,675		48,801,675		
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)	52.89%		52.89%		
- Percentage of shares (as a % of the total Share Capital of the Company)	31.16%		31.16%		
b) Non-encumbered					
Number of Shares	43,467,580		43,467,580		
- Percentage of shares (as a % of the total shareholding of Promoter Promoter Group)	47.11%		47.11%		
- Percentage of shares (as a % of the total Share Capital of the Company)	27.76%		27.76%		

NOTES :

- These results were reviewed by the Audit Committee and approved by the Board of Directors of the Company in its meeting held on July 23, 2009. The Statutory Auditors have carried out a Limited Review of the results for the quarter ending June 30, 2009.
- None of the Subsidiaries / Associates / JVs have been consolidated in the above results.
- In January 2009, the Company implemented new ERP system in India. Consequently, inventory has been valued on weighted average basis instead of First In First Out (FIFO) basis followed earlier. Impact of this change is not determinable.
- The Company has adopted amended provisions of AS-11 as per Companies (Accounting Standards) Amendment Rules 2009 relating to "The Effects of Changes in Foreign Exchange Rates" in the previous quarter ended March 31, 2009. Accordingly, necessary effect has been given in the Half Year / Quarter ended June 30, 2009.
- Effective from January 1, 2009, the Company has amortised ancillary costs incurred in connection with the arrangement of long term borrowings over the tenure of the borrowings. The impact on Profit before Tax for the quarter is Rs 395 lakhs.
- In view of Note nos. 3, 4 and 5 figures for the Quarter and Half Year ended June 30, 2009 and corresponding period 2008 are not comparable.
- Interest of Rs. 772 lakhs is net of income of Rs. 1,125 lakhs for the quarter ended June 30, 2009.
- Under AS-17, the Company has only one major identifiable business segment viz. Plastic Packaging Material.
- The number of Investor Complaints at the beginning and pending at the end of the quarter is Nil. Two Complaints were received and resolved during the quarter.
- Figures of the previous period have been regrouped wherever considered necessary.

GLOBAL OPERATIONS

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR QUARTER AND HALF YEAR ENDED 30TH JUNE, 2009

(Rs. In Lakhs)

Particulars	Quarter ended 30th June		Half Year ended 30th June		Year ended
	2009	2008	2009	2008	31/12/2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 a. Net Sales / Income from Operations	33310	31079	65596	59310	128836
b. Other Operating Income	59	49	111	108	274
Total	33369	31128	65707	59418	129110
2 Expenditure :					
a. (Increase)/ Decrease in Stock in Trade	1129	(232)	973	(582)	(883)
b. Consumption of Raw Materials	12990	14875	27100	27304	58981
c. Employees cost	6481	6253	12941	11943	25345
d. Depreciation	2808	2602	5737	4932	11199
e. Other Expenditure	6796	6683	13298	12514	28453
f. Total	30204	30181	60049	56111	123095
3 Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	3165	947	5658	3307	6015
4 Other Income	209	1035	413	1057	383
5 Profit before Interest and Exceptional items (3+4)	3374	1982	6071	4364	6398
6 (Gain)/Loss on Foreign Exchange Fluctuations(Net)	(544)	848	(8)	784	5174
7 Interest	2000	1377	3801	2667	6192
8 Profit after Interest but before Exceptional items (5-6-7)	1918	(243)	2278	913	(4968)
9 Exceptional items	(118)	-	(118)	-	118
10 Profit (+) / Loss (-) from ordinary activities before Tax (8+9)	1800	(243)	2160	913	(4850)
11 Tax expenses	1121	597	1849	1217	3456
12 Net Profit (+) / Loss (-) from ordinary activities after tax (10-11)	679	(840)	311	(304)	(8306)
13 Add: Share of Profit from Associate company	18	15	37	35	78
14 Less : Minority Interest	173	150	334	256	603
15 Net Profit (+)/Loss(-) from ordinary activities after tax (12+13-14)	524	(975)	14	(525)	(8831)
16 Paid-up Equity Share Capital (Face Value Rs. 2/-each)	3131	3131	3131	3131	3131
17 Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					66787
18 Earnings per Share (EPS)					
Basic & Diluted EPS before Extraordinary items (not annualised)	0.33	(0.62)	0.01	(0.34)	(5.64)
Basic & Diluted EPS after Extraordinary items (not annualised)	0.33	(0.62)	0.01	(0.34)	(5.64)
19 Public Share Holding					
- Number of Shares (Lakhs)	643.32	643.32	643.32	643.32	643.32
- Percentage of Shareholding	41.08%	41.08%	41.08%	41.08%	41.08%

NOTES :

- The above Consolidated results were reviewed by the Audit Committee and approved by the Board of Directors of the Company in its meeting held on 23rd July, 2009.
- Interest of Rs. 2000 Lakhs is net of receipt of Rs. 649 Lakhs for the quarter ended 30th June, 2009. Interest cost has been impacted by higher global interest rates and increased borrowings.
- The Company has adopted amended provisions of AS - 11 as per Companies (Accounting Standards) Amendment Rules 2009 related to "Effects of the changes Foreign Exchange Rate" in the previous quarter ended 31st March, 2009. Accordingly, necessary effect has been given in the Half Year/Quarter ended 30th June, 2009.
- The Company during the year has implemented new ERP system globally across its various units. Consequently inventory has been valued on weighted average basis, instead of First in first out (FIFO) basis followed earlier. The impact of this change is not determinable.
- Exceptional items represent one-time severance pay and contract termination expenses, of an overseas unit as part of company's cost-restructuring initiative.
- The Management has identified geographical segment as the primary segment pursuant to Accounting Standard 17 for purposes of segment reporting of the Company and its Subsidiaries, Joint Ventures and Associates. These geographical segment have been identified considering the differential risk and returns, the Corporate organization structure and the internal financial reporting system.
- Geographical Segmentation**
 - Africa, Middle East and South Asia (AMESA) Region consists of operations in India, Nepal and Egypt.
 - East Asia Pacific (EAP) Region consists of operations in China, Philippines and Singapore.
 - Americas Region consists of operations in United States of America (including Medical Device Business) and Latin America.
 - Europe Region consists of operations in Germany, United Kingdom, Poland and Russia.

(Rs. In Lakhs)

Particulars	Quarter ended		Half Year ended		Year ended
	30/06/2009	30/06/2008	30/06/2009	30/06/2008	31/12/2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue					
A. AMESA	12,800	11,683	25,497	22,316	50,045
B. EAP	5,306	4,404	9,983	8,971	21,461
C. Americas	12,540	10,071	25,051	18,735	41,984
D. Europe	2,723	4,970	5,177	9,396	15,571
E. Unallocated	-	-	-	-	49
Net Sales / Income From Operations	33,369	31,128	65,707	59,418	129,110
2 Segment Results					
Profit (+)/(Loss)(-) before interest & tax from Each Segment					
A. AMESA	2,699	870	5,115	2,565	8,411
B. EAP	1,587	1,042	3,232	2,482	7,399
C. Americas	955	736	1,904	1,657	1,319
D. Europe	(1,031)	(1,746)	(2,164)	(2,944)	(9,247)
Unallocated	188	745	280	935	5,778
Total	4,398	1,647	8,367	4,695	13,660
Add: Gain/(Loss) on Foreign Exchange Fluctuations (Net)	544	(843)	8	(566)	(5,174)
Less : Inter Segmental elimination	(1,143)	419	(2,414)	(549)	(7,263)
Segment Result	3,799	1,223	5,961	3,580	1,223
Add: Interest Income	732	484	1,396	954	2,199
Less: Interest Expenses	(2,731)	(1,950)	(5,197)	(3,621)	(8,390)
Add/(Less): Exceptional Item					118
Total Profit Before Tax	1,800	(243)	2,160	913	(4,850)
3 Capital Employed					
(Segment Assets - Segment Liabilities)					
A. AMESA	67,360	56,654	67,360	56,654	61,941
B. EAP	28,133	25,000	28,133	25,000	28,329
C. Americas	34,535	28,411	34,535	28,411	34,021
D. Europe	12,826	14,579	12,826	14,579	15,490
E. Unallocated	(11,209)	5,721	(11,209)	5,721	(17,996)
Less : Inter Segmental elimination	(55,358)	(49,114)	(55,358)	(49,114)	(51,867)
Total	76,287	81,251	76,287	81,251	69,918

- Figures of the previous period have been regrouped wherever considered necessary

Place : Mumbai
Date : July 23, 2009

For Essel Propack Limited
Ashok Kumar Goel
Vice Chairman & Managing Director