

**GRINDWELL NORTON LIMITED**

Regd. Office: Leela Business Park, 5th Level, Andheri-Kurla Road, Mumbai 400 059.

**AUDITED FINANCIAL RESULTS FOR THE FIFTEEN MONTHS ENDED 31st MARCH, 2010****(Rs. in Lakhs)**

	Standalone				Consolidated	
	Quarter ended 31-03-2010 Audited	Quarter ended 31-03-2009 Unaudited	Fifteen Months and Accounting Period ended 31-03-2010 Audited	Twelve Months and Accounting Year ended 31-12-2008 Audited	Fifteen Months and Accounting Period ended 31-03-2010 Audited	Twelve Months and Accounting Year ended 31-12-2008 Audited
1 Net Sales/Income from Operations	17,204	11,432	70,236	50,211	70,222	50,162
2 Expenditure						
a. (Increase)/Decrease in stock in trade	(36)	1,033	900	(1,440)	673	(1,448)
b. Consumption of Raw Materials	6,547	3,521	25,034	18,938	23,365	18,898
c. Purchase of Traded Goods	1,384	668	5,240	3,771	5,240	3,770
d. Employees Cost	2,195	1,807	8,996	6,203	9,067	6,114
e. Power & Fuel	984	811	4,772	4,279	5,677	4,279
f. Depreciation	379	341	1,779	1,390	2,170	1,397
g. Other Expenditure	3,284	2,159	13,691	11,314	14,040	11,331
Total	14,737	10,140	60,412	44,453	60,232	44,341
3 Profit from Operations before Interest & Exceptional Items	2,467	1,292	9,824	5,758	9,990	5,821
4 Other Income	626	426	2,431	2,215	2,345	2,072
5 Profit before Interest & Exceptional Items	3,093	1,718	12,255	7,973	12,335	7,893
6 Interest	3	5	25	61	251	61
7 Profit after Interest but before Exceptional Items	3,090	1,713	12,230	7,912	12,084	7,832
8 Exceptional Item (Note 4)	772	-	772	-	772	-
9 Profit/(Loss) Before Tax	3,862	1,713	13,002	7,912	12,856	7,832
10 Tax Expense	1,222	525	4,252	2,411	4,251	2,411
11 Net Profit/(Loss) from Ordinary Activities After Tax	2,640	1,188	8,750	5,501	8,605	5,421
12 Extraordinary Item	-	-	-	-	-	-
13 Minority Interest					31	10
14 Net Profit/(Loss) for the period	2,640	1,188	8,750	5,501	8,636	5,431
15 Paid up Equity Share Capital (Face Value Rs. 5/- each)	2,768	2,768	2,768	2,768	2,768	2,768
16 Reserves excluding Revaluation Reserve			32,548	27,669	32,352	27,588
16 Basic & Diluted Earnings Per Share (Rs.)	4.77	2.15	15.81	9.94	15.60	9.81
17 Public Shareholding						
- Number of Shares	22,902,870	16,193,485	22,902,870	16,254,734	22,902,870	16,254,734
- Percentage of Shareholding	41.37%	29.25%	41.37%	29.36%	41.37%	29.36%
18 Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	NIL	NIL	NIL	NIL	NIL	NIL
b) Non-encumbered						
- Number of Shares	32,457,130	39,186,515	32,457,130	39,105,266	32,457,130	39,105,266
- Percentage of Shares						
(i) As a % of total shareholding of Promoter and Promoter Group	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
(ii) As a % of total share capital of the Company	58.63%	70.75%	58.63%	70.64%	58.63%	70.64%

**Notes:**

1. The Board of Directors, in its meeting held on 24th July 2009, had approved a change in the accounting year of the Company to commence from 1st April of every year and to end on 31st March of the following year. Consequently, the current year's annual accounts and report of the Company are for a period of 15 months commencing 1st January, 2009 and ending 31st March, 2010. The figures in respect of the previous year, however, relate to 12 months ended 31st December 2008 and hence are not comparable.
2. The above financial results were reviewed by the Audit Committee and the Board of Directors approved the same at their meeting held on 18th May, 2010.
3. The Board of Directors has recommended a dividend of Rs. 6/- per share.
4. Andhra Pradesh Electricity Regulatory Commission vide its Order dated 24th March, 2002, had approved increase in the power cost from 1st April, 2002 proposed by A.P. Transco. The Company had contested the said Order in the Honourable Andhra Pradesh High Court (Court). On 18th April, 2003, the Court allowed the appeal filed by the Company and passed a favourable order. A.P. Transco then filed a Special Leave Petition in the Honourable Supreme Court against the order of the Court in May 2003 and the matter is subjudice. Based on legal advice, the Company is of the view that the provision of Rs. 772 Lakhs made during the period 1st April 2002 to 31st December 2004 is no longer required and has accordingly reversed the same in the current quarter. This is disclosed under the head "Exceptional Item".
5. "Employees Cost" for the current quarter includes Rs. 276 Lakhs on account of change in the terms of the Group Gratuity scheme.
6. The Company has not received any investor complaint during the quarter.
7. Previous periods' figures have been recast wherever necessary.

For GRINDWELL NORTON LIMITED



ANAND MAHAJAN  
Managing Director

Mumbai  
18th May, 2010

## SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. In Lakhs)

	Standalone				Consolidated	
	Quarter ended 31-03-2010	Quarter ended 31-03-2009	Fifteen Months and Accounting Period ended 31-03-2010	Twelve Months and Accounting Year ended 31-12-2008	Fifteen Months and Accounting Period ended 31-03-2010	Twelve Months and Accounting Year ended 31-12-2008
<b>1. Segment Revenue</b>						
(a) Abrasives	11,642	7,008	48,260	35,831	48,260	35,831
(b) Ceramics & Plastics	5,285	2,995	20,529	13,412	20,515	13,363
(c) Others	635	721	3,019	1,776	3,019	1,776
<b>Total</b>	<b>17,562</b>	<b>11,604</b>	<b>71,808</b>	<b>51,019</b>	<b>71,794</b>	<b>50,970</b>
Less: Inter-Segment Revenue	358	172	1,572	808	1,572	808
<b>Net sales</b>	<b>17,204</b>	<b>11,432</b>	<b>70,236</b>	<b>50,211</b>	<b>70,222</b>	<b>50,162</b>
<b>2. Segment Results</b>						
(a) Abrasives	1,981	985	7,579	5,167	7,579	5,167
(b) Ceramics & Plastics	1,104	627	4,196	1,836	4,290	1,794
(c) Others	127	96	559	523	554	488
<b>Total</b>	<b>3,212</b>	<b>1,708</b>	<b>12,334</b>	<b>7,526</b>	<b>12,423</b>	<b>7,449</b>
Add: Exceptional Item *	772	-	772	-	772	-
Less: (1) Interest	3	5	25	61	251	61
(2) Other unallocable (Income)/ Expenditure (net)	119	(10)	79	(447)	88	(444)
<b>Profit Before Tax</b>	<b>3,862</b>	<b>1,713</b>	<b>13,002</b>	<b>7,912</b>	<b>12,856</b>	<b>7,832</b>
<b>3. Capital Employed</b> (Segment Assets Less Segment Liabilities)						
(a) Abrasives	20,154	18,485	20,154	19,400	20,154	19,400
(b) Ceramics & Plastics	7,693	6,169	7,693	6,240	8,136	6,689
(c) Others	304	595	304	568	304	568
(d) Unallocated	7,163	6,376	7,163	4,229	7,163	4,229
<b>Total Capital Employed In Segments</b>	<b>35,314</b>	<b>31,625</b>	<b>35,314</b>	<b>30,437</b>	<b>35,757</b>	<b>30,886</b>

\* Refer Note 4.