

## Profit and Loss Account for the year ended 31st March, 2007

Schedule	Page	INCOME :	Rupees crores	Rupees crores	Previous Year Rupees crores
1	124	1. SALE OF PRODUCTS AND SERVICES .....		<b>19762.57</b>	17144.22
		Less — Excise Duty .....		<b>2210.55</b>	1928.72
				<b>17552.02</b>	15215.50
2	124	2. OTHER INCOME .....		<b>433.67</b>	254.76
				<b>17985.69</b>	15470.26
		<b>EXPENDITURE :</b>			
4	125	3. MANUFACTURING AND OTHER EXPENSES .....	10814.77		9390.54
		4. DEPRECIATION .....	819.29		775.10
			<u>11634.06</u>		<u>10165.64</u>
		5. Less — EXPENDITURE (OTHER THAN INTEREST) TRANSFERRED TO CAPITAL AND OTHER ACCOUNTS .....		<u>236.02</u>	<u>112.62</u>
			11398.04		10053.02
3	124	6. INTEREST .....	<u>173.90</u>		<u>124.51</u>
		7. TOTAL EXPENDITURE .....		<b>11571.94</b>	10177.53
		<b>PROFIT BEFORE TAXES AND EXCEPTIONAL ITEMS ...</b>		<b>6413.75</b>	5292.73
		8. EMPLOYEE SEPARATION COMPENSATION (See Note 10(a), Page 144) .....		<b>(152.10)</b>	(52.77)
		<b>PROFIT BEFORE TAXES .....</b>		<b>6261.65</b>	5239.96
		9. TAXES			
		a CURRENT TAX .....	2076.01		1579.00
		b DEFERRED TAX (See Note 17, Page 154) ....	(52.51)		127.58
		c FRINGE BENEFITS TAX .....	<u>16.00</u>		<u>27.00</u>
				<b>2039.50</b>	1733.58
		<b>PROFIT AFTER TAXES .....</b>		<b>4222.15</b>	3506.38
		10. BALANCE BROUGHT FORWARD FROM LAST YEAR .....		<b>2976.16</b>	1790.21
		<b>AMOUNT AVAILABLE FOR APPROPRIATIONS .....</b>		<b>7198.31</b>	5296.59
		11. APPROPRIATIONS :			
		a PROPOSED DIVIDENDS .....	943.91		719.51
		(Details as per Directors' Report, Page 71)			
		b TAX ON DIVIDENDS .....	<u>160.42</u>		<u>100.92</u>
			1104.33		820.43
		c GENERAL RESERVE .....	<u>1500.00</u>		<u>1500.00</u>
				<b>2604.33</b>	2320.43
		<b>BALANCE CARRIED TO BALANCE SHEET .....</b>		<b>4593.98</b>	2976.16
		<b>Basic and Diluted Earnings per Share Rs. ....</b>		<b>73.76</b>	63.35
		(See Note 16, Page 154)			
M	141	NOTES ON BALANCE SHEET AND PROFIT AND LOSS ACCOUNT			

As per our report attached  
For DELOITTE HASKINS & SELLS  
Chartered Accountants,

P R RAMESH  
Partner.

Mumbai, 17th May, 2007

J C BHAM  
Company Secretary

For and on behalf of the Board

RATAN N TATA

Chairman

NUSLI N WADIA  
S M PALIA  
SURESH KRISHNA  
ISHAAT HUSSAIN  
JAMSHED J IRANI  
SUBODH BHARGAVA

Directors

B MUTHURAMAN  
T MUKHERJEE  
A N SINGH

Executive  
Directors