Media Release

Reliance

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31st DECEMBER 2006

(Rs. in crores, except per share data)

Sr. No.	Particulars	Quarter Ended 31st December		Nine Months Ended 31st December		Year Ended 31st March
		2006	**2005**	**2006**	**2005**	**2006 (Audited)**
1.	Turnover	27,771	19,899	**83,487**	62,676	89,124
	Less: Excise Duty / Service Tax Recovered	1,299	1,731	**4,019**	6,007	7,913
	Net Turnover	**26,472**	**18,168**	**79,468**	**56,669**	81,211
2.	Other Income	42	180	**108**	596	683
3.	Total Expenditure					
	a) (Increase)/decrease in stock in trade	773	(805)	**(727)**	(3,094)	(2,131)
	b) Consumption of raw materials	18,656	13,358	**59,193**	42,127	58,343
	c) Staff cost	286	251	**888**	763	978
	d) Other expenditure	2,048	2,388	**6,603**	6,620	9,722
4.	Interest and Finance Charges	293	194	**837**	652	877
5.	Depreciation	1,062	824	**2,987**	2,419	3,401
6.	**Profit before tax**	**3,396**	**2,138**	**9,795**	**7,778**	**10,704**
7.	Provision for Current Tax (including Fringe Benefit tax)	392	186	**1,125**	683	931
8.	Provision for Deferred Tax	205	176	**615**	528	704
9.	**Net Profit**	**2,799**	**1,776**	**8,055**	**6,567**	**9,069**
10.	Paid up Equity Share Capital, Equity Shares of Rs. 10/- each.	1,394	1,394	**1,394**	1,394	1,394
11.	Reserves excluding revaluation reserves (as per balance sheet) of previous accounting year					43,761
12.	Earnings per share (of Rs. 10)					
	Basic	20.1	12.7	**57.8**	47.1	65.1
	Diluted	20.1	12.7	**57.8**	47.1	65.1

Corporate Communications
Maker Chamber IV, 5th Floor
Nariman Point,
Mumbai 400 021, India

Telephone : 2278 5568, 2278 5585
2278 5589, 2278 5000
(+91 22) 2278 5185
(+91 22) 2278 5560

Internet : www.ril.com

E-mail : ccd1@ril.com

Notes:

1. The figures for the corresponding periods of the previous year are not strictly comparable in view of the planned shutdown of the refinery during October and November 2005.

2. (a) The Company, had revalued plant, equipment and buildings situated at Patalganga, Hazira and Jamnagar in 2005-06. Consequent to the revaluation, there is an additional charge for depreciation of Rs. 1,482 crore (US$ 335 million) for the nine month period and an equivalent amount has been withdrawn from Revaluation Reserve. **This has no impact on the profit for the period.**

   (b) The Company had revalued its plant and machinery situated at Patalganga and Naroda in 1997-98. Consequent to the revaluation, there is an additional charge for depreciation of Rs. 23 crore (US$ 5 million) for the nine months and an equivalent amount has been withdrawn from Revaluation Reserve. **This has no impact on the profit for the period.**

3. (a) On October 25, 2006, there was a fire in VGO Hydro treating Unit II of the refinery at Jamnagar resulting in its shutdown. As a precautionary measure, neighbouring Diesel Hydro treating unit II was also shutdown for a day. Diesel Hydro treating unit was started on October 26, 2006 and VGO Hydro treating Unit II on 2nd December 2006.

   (b) One of the Paraxylene trains at Jamnagar was under planned maintenance shutdown and catalyst change since 21st November 2006. The production resumed during the first week of January 2007.

4. During the quarter, Reliance Haryana SEZ Limited, Reliance Exploration and Production DMCC, Ranger Farms Private Limited, Retail Concepts and Service India Private Limited, Reliance Dairy Foods Limited and Reliance Retail Insurance and Broking Limited have become subsidiaries of the company.

5. Pursuant to the adoption of Accounting Standard on Employee Benefits (AS 15) (Revised 2005) issued by the Institute of Chartered Accountants of India, additional liability of Rs. 50 crore (US$ 11 million) up to 31st March 2006 net of deferred tax of Rs 17 crore (US$ 4 million) has been adjusted against the opening balance of revenue reserves. The additional charge on account of the above is Rs 9 crore for the nine months.

6. Provision for Current Tax for the nine months includes provision for Fringe Benefit Tax of Rs 24 crore (US$ 5 million).

7. There were no investors' complaints pending as on 1st October 2006. All the 1,991 complaints received during the quarter were resolved and no complaints were outstanding as on 31st December 2006.

8. The audit committee reviewed the above results. The Board of Directors at its meeting held on 18th January 2007 approved the above results and its release.

9. The statutory auditors of the Company have carried out a Limited Review of the results for the quarter ended 31st December 2006.

Corporate Communications
Maker Chamber IV, 5th Floor
Nariman Point,
Mumbai 400 021, India

Telephone : 2278 5568, 2278 5585
2278 5589, 2278 5000
(+91 22) 2278 5185
(+91 22) 2278 5560

Internet : www.ril.com

E-mail : ccd1@ril.com