



62-3322

RECEIVED

2005 NOV -1 A 11:01

OFFICE OF INTERNATIONAL CORPORATE FINANCE
October 17, 2005

RECEIVED

2005 OCT 32 P 2:00

OFFICE OF INTERNATIONAL CORPORATE FINANCE

By Air Mail

SUPPL

Securities & Exchange Commission
Division of Corporate Finance
450, Fifth Street
Washington DC 20459, USA



05012180

Dear Sir,

We write this to inform you that the workers of one of the Grasim's Viscose Staple Fibre (VSF) Plant at Harihar in Karnataka (called Grasilene Division) have gone on unjustified and illegal strike from today. Consequently, manufacturing activities at the above Plant have come to a stand still. The Company is seeking the intervention of the State Government and the Labour Department as per the due process of law.

Grasim's other VSF Plants at Nagda in Madhya Pradesh and Kharach in Gujarat are operating normally. The turnover of Grasilene Division, Harihar constitutes about 15% of the Pulp & Fibre business and 4.75% of total turnover of Grasim.

Thanking you,

Yours faithfully,

Ashok Malu
Company Secretary

PROCESSED

NOV 03 2005

THOMSON FINANCIAL