

JBF INDUSTRIES LIMITED

Continuation Sheet.....

JBF INDUSTRIES LIMITED AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011		
Particulars	Accounting Year ended 31.03.11	Previous accounting year ended 31.03.10
	Audited	Audited
1 a) Gross Sales from operation	386,056	284,649
Excise Duty recovered on sales	30,257	15,518
Net Sales from operation	365,799	269,131
b) Other Operating Income	487	289
Total Income	366,286	269,420
2 Expenditure		
a) (Increase) /Decrease in Stock in trade and work in progress	(7,131)	(6,646)
b) Consumption of Raw Materials	282,174	213,702
c) Purchases of Traded Goods	1,414	6,031
d) Employees Cost	4,438	3,158
e) Depreciation & Amortisation	7,337	6,221
f) Other Expenditure	33,667	28,396
g) Total Expenditure	321,929	248,802
3 Profit from Operations before Other Income, Interest, Exchange Difference & Exceptional Items (1-2)	34,357	20,615
4 Other Income	1,415	2,672
5 Profit before Interest, Exchange Difference & Exceptional Items (3+4)	35,772	23,280
6 a) Interest & Finance Charges (Net)	7,477	6,045
b) Exchange Difference & Derivative Loss (Net)	9,135	(1,056)
7 Profit after Interest & Exchange Difference but before Exceptional Items (5-6)	19,160	16,301
8 Exceptional Items	-	-
9 Profit from Ordinary Activities before Tax (7+8)	19,160	16,301
10 Tax Expenses a) Current tax	5,095	4,271
b) Deferred tax	931	1,127
c) Taxes for earlier year	(8)	3
11 Net Profit from Ordinary Activities after Tax (9-10)	13,142	12,900
12 Extraordinary item (net of expense Rs. Nil)	-	-
13 Net Profit for the Year	13,142	12,900
14 Paid Up Equity Share Capital (Face Value of Share Rs. 10/- each)	7,195	6,224
15 Reserves Excluding Revaluation Reserve	85,607	67,267
16 Earning Per Share - Basic (Rs.) (*Not Annualised)	19.53	20.69
- Diluted (Rs.) - (*Not Annualised)	18.81	18.51
17 Public Shareholding		
-No of Shares	42,115,641	32,806,133
-Percentage of Shareholding	58.78	52.71
18 Promoters and Promoter group Share holding		
a) Pledged / Encumbered		
Number of Shares	300,000	1,000,000
Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	1.02	3.40
Percentage of Shares (as a % of the total Share capital of the company)	0.42	1.61
b) Non-encumbered		
Number of Shares	28,232,315	28,436,315
Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	98.98	96.60
Percentage of Shares (as a % of the total Share capital of the company)	40.80	45.68
Debt Service Coverage Ratio *	1.72	1.89
Interest Service Coverage Ratio **	3.75	4.53
Debt Redemption Reserve (Lacs)	382	57
*DSGR=PBIT/(Gross Interest+Long Term Principal Repayment)		
** ISCR= PBIT/Gross Interest		



JBF INDUSTRIES LIMITED

Continuation Sheet.....

Notes :

- 1 The Board of Directors approved the above mentioned financial results, duly reviewed by audit committee at its meeting held on 28th May, 2011 and its release.
- 2 a) During the year the Company has further granted 45,000 options under the Employee Stock Options Scheme (ESOS) and allotted 5,56,704 Equity shares of Rs. 10 each fully paid up on exercise of option by the ESOS holders. The total ESOS outstanding as at 31st March, 2011 were 13,89,712 with an option to apply for one fully paid up equity share of face value of Rs. 10/- each at an exercise price of Rs. 60 per option.
- b) During the year, all the outstanding Foreign Currency Convertible Bond (FCCB) holders have exercised their right of conversion and accordingly 35,58,333 Equity Shares of Rs. 10 each fully paid up have been allotted to them. No FCCB were outstanding as at 31st March, 2011.
- c) As approved by the shareholders at their meeting held on 5th March, 2010, during the year 52,90,471 Equity Shares of Rs. 10 each fully paid up at a premium of Rs. 147.15 per share have been allotted to Qualified Institutional Buyers. Net issue proceed received has been fully utilised towards additional working capital and investments in subsidiary companies.
- d) The allotment of shares as mentioned in para (a), (b) & (c) above has resulted into increase in the Issued and Paid up Share Capital by Rs. 941 Lacs and Securities Premium by Rs. 11130 Lacs.
- 3 In order to hedge the Company's exposure to foreign exchange and interest rate, the Company entered into a derivative contract. The related derivative losses of Rs. 8409 Lacs for the year have been charged to Profit & Loss Account. The marked to market loss in respect of the above derivative contract as on 31st March, 2011 is Rs. 14463 Lacs, which has not been provided in the books of account since the company is of the view that the loss, if any on above derivative contract may be payable only if loss conditions are triggered on observation dates starting from 3rd August, 2010 and ending on 3rd July, 2013. The loss if any, will be accounted for on actual settlements. The banker with whom, derivative transaction is outstanding has approved a line of credit to fund derivative losses partly as debt, convertible debt and preference shares.
- Auditors have qualified the non provision of marked to market loss of Rs. 14463 Lacs as on 31st March, 2011 in their report with the consequential effect of Rs. 9770 Lacs on the profit after tax. The same was also qualified by the Auditors in their reports on financial results for the quarters ended on 31st December, 2010, 30th September, 2010, 30th June, 2010 and their reports on the financial statements for the year ended 31st March, 2010 and earlier years.
- 4 As approved by the Shareholders' in their meeting held on 24th March, 2011, the Company has allotted 26,61,363 2.5% Cumulative Redeemable Preference Shares (CRPS) of Rs. 100 each aggregating to Rs. 2661 Lacs in first tranche to Bank of India in pursuant to line of credit approved by the bank to fund derivative losses. These CRPS are redeemable at par on 30th September, 2018.
- 5 During the year JBF Global Pte. Ltd., Singapore, a subsidiary of the Company has become a wholly-owned subsidiary of the Company pursuant to the purchase of 74,38,253 Cumulative compulsory convertible Preference shares (CCPS) at an aggregate consideration of Rs. 19148 Lacs by it from the investors.
- 6 In the opinion of the management, the company is engaged only in the business of producing polyester based products. As such, there are no separate reportable segments.
- 7 The Board of Directors has recommended dividend @ Rs. 8/- Per share on Equity shares of Rs. 10/- each for the financial year 2010-11. The Payment is subject to the approval of the shareholders in its Annual General Meeting.
- 8 The Board of Directors has also approved the payment of dividend to Preference Shareholders on their agreed terms.
- 9 Assets & Liabilities as on 31st March 2011 is as under :

Particulars	(Rs. in lacs)	
	As on 31.03.2011 (Audited)	As on 31.03.2010 (Audited)
Shareholders' Funds:		
(a) Capital	9,826	6,224
(b) Reserves and Surplus	85,607	67,267
Loan Funds	112,196	82,501
Deferred Tax Liability (net)	14,148	13,217
TOTAL	221,777	169,209
Fixed assets	128,715	114,102
Investments	44,307	25,459
Foreign Currency Monetary Items Translation Difference Account	285	362
Current Assets, Loans & Advances		
(a) Inventories	52,011	34,617
(b) Sundry Debtors	26,023	25,495
(c) Cash and Bank balances	8,326	3,403
(d) Other current assets	-	-
(e) Loans and Advances	35,229	25,509
Less: Current Liabilities and Provisions		
(a) Liabilities	61,340	49,679
(b) Provisions	13,779	10,059
Net Current Assets	48,470	29,286
Miscellaneous Expenditures (not written off or adjusted)	-	-
TOTAL	221,777	169,209

- 10 Figures in respect of the previous period/Year have been regrouped or rearranged or reclassified wherever necessary to make them comparable.
- 11 There were no investors complaints pending as on 1st January 2011. 9 Complaints were received during the quarter. No complaints were outstanding as on 31st March, 2011.

For & on Behalf of the Board of Directors

BHAGIRATH CARYA
CHAIRMANPlace : Mumbai
Date : 26th May, 2011

JBF INDUSTRIES LIMITED

Continuation Sheet.....

JBF INDUSTRIES LIMITED		
AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011		
Particulars	Rs In Lacs	
	Accounting year ended 31.03.11	Accounting year ended 31.03.10
	Audited	Audited
1 a) Gross Sales from operation	678,814	608,609
Excise Duty recovered on sales	30,257	15,518
Net Sales from operation	648,567	494,091
b) Other Operating Income	555	350
Total Income	647,112	494,441
2 Expenditure		
a) (Increase) / Decrease in Stock in trade and work in progress	(7,507)	(5,554)
b) Consumption of Raw Materials	474,499	399,361
c) Purchases of Traded Goods	1,414	2,896
d) Employees Cost	8,482	6,778
e) Depreciation & Amortisation	13,143	11,725
f) Other Expenditure	74,398	53,946
g) Total Expenditure	564,400	459,122
3 Profit from Operations before Other Income, Interest, Exchange Difference & Exceptional Items (1-2)	82,703	36,319
4 Other Income	1,588	2,448
5 Profit before Interest, Exchange Difference & Exceptional Items (3+4)	84,291	37,767
6 a) Interest & Finance Charges (Net)	14,211	12,578
b) Exchange Difference & Derivative Loss (Net)	9,460	(1,491)
7 Profit after Interest & Exchange Difference but before Exceptional Items (5-6)	60,630	26,682
8 Exceptional Items	-	-
9 Profit from Ordinary Activities before Tax (7+8)	60,630	26,682
10 Tax Expenses a) Current tax	5,095	4,272
b) Deferred tax	931	1,127
c) Taxes for earlier year	(7)	3
11 Net Profit from Ordinary Activities after Tax (9-10)	54,611	21,280
12 Extraordinary Item (net of expense Rs. Nil)	-	-
13 Net Profit before Minority Interest	54,611	21,280
Less : Minority Interest	-	2,240
14 Net Profit for the Year (11-12)	54,611	19,040
15 Paid Up Equity Share Capital (Face Value of Share Rs. 10/- each)	7,166	6,224
16 Reserves Excluding Revaluation Reserve (As per Balance Sheet)	135,548	81,173
17 Earning Per Share - Basic (Rs.) (*Not Annualised)	81.20	29.95
- Diluted - (*Not Annualised)	78.22	28.21
18 Public Shareholding		
-No of Shares	42,115,641	32,906,133
-Percentage of Shareholding	59	52.71
19 Promoters and Promoter group Share holding		
a) Pledged / Encumbered		
Number of Shares	300,000	1,000,000
Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	1.02	3.40
Percentage of Shares (as a % of the total Share capital of the company)	0.42	1.61
b) Non-encumbered		
Number of Shares	29,232,315	28,436,315
Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	98.98	96.60
Percentage of Shares (as a % of the total Share capital of the company)	40.80	45.88



JBF INDUSTRIES LIMITED**Notes :****Continuation Sheet.....**

- 1 The Board of Directors approved the above mentioned financial results, duly reviewed by audit committee at its meeting held on 26th May, 2011 and its release.
- 2 The consolidated accounts have been prepared as per Accounting Standard (AS) 21 on Consolidated Financial Statements as notified in the Companies (Accounting Standards) Rules, 2006. The subsidiaries which are consolidated are JBF Global Pte Ltd (Singapore) and JBF RAK LLC (United Arab Emirates). The Financial results of JBF Global Pte Ltd, Singapore have been prepared by following Singapore Financial Reporting Standards except "FRS 32 Financial Instruments: Presentation & FRS 39 Financial Instruments: Recognition and Measurement" in relation to evaluating and accounting of equity conversion option and/or embeded derivative in cumulative participatory convertible preference shares convertible at the option of the holder, which has been qualified by the Auditors. The Financial results of JBF RAK LLC (United Arab Emirates) have been prepared by following International Financial Reporting Standards.
- 3 a) During the year the Company has further granted 45,000 options under the Employee Stock Options Scheme (ESOS) and allotted 5,56,704 Equity shares of Rs. 10 each fully paid up on exercise of option by the ESOS holders. The total ESOS outstanding as at 31st March, 2011 were 13,89,712 with an option to apply for one fully paid up equity share of face value of Rs. 10/- each at a exercise price of Rs.60 per option .
- b) During the year, all the outstanding Foreign Currency Convertible Bond (FCCB) holders have exercised their right of conversion and accordingly 35,58,333 Equity Shares of Rs. 10 each fully paid up have been allotted to them. No FCCB were outstanding as at 31st March, 2011.
- c) As approved by the shareholders at their meeting held on 5th March, 2010, during the year 52,90,471 Equity Shares of Rs. 10 each fully paid up at a premium of Rs. 147.15 per share have been allotted to Qualified Institutional Buyers. Net issue proceed received has been fully utilised towards additional working capital and investments in subsidiary companies.
- d) The allotment of shares as mentioned in para (a), (b) & (c) above has resulted into increase in the Issued and Paid up Share Capital by Rs. 941 Lacs and Securities Premium by Rs. 11130 Lacs.
- 4 During the year JBF Global Pte. Ltd., Singapore become a wholly owned subsidiary of the company pursuant to the redemption/buy back of the entire shareholding of the Investors in the Company for a consideration aggregating to Rs. 47254 Lacs (USD 104.41 Million) as per the terms of the agreement dated 30th September, 2010.
- The above referred transaction includes buy back of 15,00,000 ordinary shares held by the investors at an aggregate premium of USD 16 Million which has been recorded directly in equity of the subsidiary company in the audited financial statements and hence has been adjusted against consolidated reserves & surplus of the company in the financial statements.
- 5 In order to hedge the Company's exposure to foreign exchange and interest rate, the Company entered into a derivative contract. The related derivative losses of Rs. 8409 Lacs for the year have been charged to Profit & Loss Account. The marked to market loss in respect of the above derivative contract as on 31st March, 2011 is Rs. 14463 Lacs, which has not been provided in the books of account since the company is of the view that the loss, if any on above derivative contract may be payable only if loss conditions are triggered on observation dates starting from 3rd August, 2010 and ending on 3rd July, 2013. The loss if any, will be accounted for on actual settlements. The banker with whom, derivative transaction is outstanding has approved a line of credit to fund derivative losses partly as debt, convertible debt and preference shares.
- Auditors have qualified the non provision of marked to market loss of Rs. 14463 Lacs as on 31st March, 2011 in their report with the consequential effect of Rs. 9770 Lacs on the profit after tax. The same was also qualified by the Auditors in their reports on financial results for the quarters ended on 31st December, 2010, 30th September, 2010 , 30th June ,2010 and their reports on the financial statements for the year ended 31st March, 2010 and earlier years.
- 6 As approved by the Shareholders' in their meeting held on 24th March, 2011, the Company has allotted 26,61,363 2.5% Cumulative Redeemable Preference Shares (CRPS) of Rs. 100 each aggregating to Rs. 2661 Lacs in first tranche to Bank of India in pursuant to line of credit approved by the bank to fund derivative losses. These CRPS are redeemable at par on 30th September, 2018.
- 7 The Company opted to publish Consolidated Financial results. The standalone results of the Company will be available on Company's Website www.jbfindia.com. Additional information on standalone basis are as follows.

Particulars	Rs in Lacs	
	Accounting Year ended 31.03.11	Previous accounting year ended 31.03.10
	Audited	Audited
Net Sales from operations	355,799	269,131
Profit from Ordinary Activities before Tax	19,160	18,301
Net Profit for the Year	13,142	12,900



JBF INDUSTRIES LIMITED**Continuation Sheet.....**

8 Information about consolidated Primary (Geographical) Segments are under :

Particulars	Rs in Lacs	
	Accounting Year ended 31.03.11	Previous accounting year ended 31.03.10
	Audited	Audited
1. Segment Revenue		
(a) Domestic	357,701	272,092
(b) International	302,417	237,723
Total	660,118	509,815
Less: Inter Segment Revenue	11,418	12,926
Net sales/Income From Operations	648,700	496,889
2. Segment Results		
(a) Domestic	26,638	24,346
(b) International	48,203	14,912
Total	74,841	39,258
Less: (i) Interest	14,211	12,576
(ii) Other Un-allocable Expenditure net off	-	-
(iii) Un-allocable income	-	-
Total Profit Before Tax	60,630	26,682
3. Capital Employed		
(Segment assets - Segment Liabilities)		
(a) Domestic	66,367	55,221
(b) International	85,669	68,503
Total	152,036	123,724
Notes:-		

i) As per Accounting Standard (AS) -17 on "Segment Reporting" the Company has identified and reported geographical as primary segment taking into account the differing risks and returns, the organization structure and the internal reporting system.

ii) These segment are organized into two main business segments based on geographic : i) Domestic : Operations within India ii) International : Operations outside India.

9 The Board of Directors has recommended dividend @ Rs.8/- Per share on Equity shares of Rs. 10/- each for the financial year 2010-11. The Payment is subject to the approval of the shareholders in its Annual General Meeting.

10 The Board of Directors has also approved the payment of dividend to Preference Shareholders on their agreed terms.

11 Assets & Liabilities as on 31st March 2011 is as under :

Particulars	(Rs. in lacs)	
	Consolidated Year Ended as on	
	31.03.2011 (Audited)	31.03.2010 (Audited)
Shareholders' Funds:		
(a) Capital	9,826	6,224
(b) Reserves and Surplus	135,548	81,173
Minority Interest	-	36,327
Loan Funds	178,362	136,436
Deferred Tax Liability (net)	14,301	13,371
TOTAL	338,037	273,531
Fixed assets	247,051	211,646
Investments	12,785	13,086
	285	357
Foreign Currency Monetary Items Translation Difference Account		
Current Assets, Loans & Advances		
(a) Inventories	73,438	51,318
(b) Sundry Debtors	69,571	48,740
(c) Cash and Bank balances	23,504	9,985
(d) Other current assets	-	-
(e) Loans and Advances	36,583	30,234
Less: Current Liabilities and Provisions		
(a) Liabilities	110,842	79,357
(b) Provisions	14,348	10,488
Net Current Assets	77,808	48,432
Miscellaneous Expenditures (not written off or adjusted)	-	-
TOTAL	338,037	273,531

12 Figures in respect of the previous period/Year have been regrouped or rearranged or reclassified wherever necessary to make them comparable.

13 There were no investors complaints pending as on 1st January 2011. 9 Complaints were received during the quarter. No complaints were outstanding as on 31st March, 2011.

For & on Behalf of the Board of Directors

BHAGIRATH C. ARYA
CHAIRMAN

Place : Mumbai
Date : 26th May, 2011

