

**Part I Statement of Unaudited Financial Results for the quarter and six month ended 30th September, 2014 (Rs. in Crores)**

| Particulars                                                                           | Three month ended |               |                | Six month ended |                 | Year ended      |
|---------------------------------------------------------------------------------------|-------------------|---------------|----------------|-----------------|-----------------|-----------------|
|                                                                                       | 30.09.2014        | 30.06.2014    | 30.09.2013     | 30.09.2014      | 30.09.2013      | 31.03.2014      |
|                                                                                       | Unaudited         | Unaudited     | Unaudited      | Unaudited       | Unaudited       | Audited         |
| <b>1. Income from Operations</b>                                                      |                   |               |                |                 |                 |                 |
| (a) Net Sales/ Income from Operations (Net of Excise Duty)                            | 659.31            | 609.40        | 596.29         | 1,268.71        | 1,122.47        | 2,276.10        |
| (b) Other Operating Income                                                            | 1.02              | 0.98          | 0.25           | 2.00            | 0.42            | 1.36            |
| <b>Total Income from Operations (net)</b>                                             | <b>660.33</b>     | <b>610.38</b> | <b>596.54</b>  | <b>1,270.71</b> | <b>1,122.89</b> | <b>2,277.46</b> |
| <b>2. Expenses</b>                                                                    |                   |               |                |                 |                 |                 |
| (a) Cost of Materials Consumed                                                        | 513.48            | 473.94        | 451.82         | 987.42          | 902.30          | 1,856.05        |
| (b) Changes in inventories of finished goods                                          | (3.89)            | 17.33         | 20.86          | 13.44           | (2.55)          | (25.54)         |
| (c) Employee benefits expense                                                         | 19.85             | 17.28         | 19.67          | 37.13           | 36.02           | 62.91           |
| (d) Depreciation and amortisation expense                                             | 15.65             | 14.80         | 13.39          | 30.45           | 26.63           | 53.74           |
| (e) Foreign Exchange Fluctuation Loss (net) and hedging cost                          | 18.60             | 5.39          | 40.45          | 23.99           | 85.12           | 108.60          |
| (f) Selling Expenditure                                                               | 21.67             | 17.73         | 16.88          | 39.40           | 32.07           | 63.63           |
| (g) Other Expenditure                                                                 | 47.86             | 37.02         | 44.01          | 84.88           | 88.78           | 186.26          |
| <b>Total Expenses</b>                                                                 | <b>633.22</b>     | <b>583.49</b> | <b>607.08</b>  | <b>1,216.71</b> | <b>1,168.37</b> | <b>2,305.65</b> |
| <b>3. Profit/(Loss) from operations before Other Income &amp; Finance Costs (1-2)</b> | <b>27.11</b>      | <b>26.89</b>  | <b>(10.54)</b> | <b>54.00</b>    | <b>(45.48)</b>  | <b>(28.19)</b>  |
| 4. Other Income                                                                       | 3.02              | 2.71          | 3.78           | 5.73            | 7.27            | 20.51           |
| <b>5. Profit/(Loss) from ordinary activities before Finance Costs (3+4)</b>           | <b>30.13</b>      | <b>29.60</b>  | <b>(6.76)</b>  | <b>59.73</b>    | <b>(38.21)</b>  | <b>(7.68)</b>   |
| 6. Finance Costs                                                                      | 24.75             | 27.03         | 17.90          | 51.78           | 34.70           | 80.23           |
| <b>7. Profit/(Loss) from ordinary activities before tax (5-6)</b>                     | <b>5.38</b>       | <b>2.57</b>   | <b>(24.66)</b> | <b>7.95</b>     | <b>(72.91)</b>  | <b>(87.91)</b>  |
| 8. Tax Expenses / (Credit)                                                            | 1.24              | 1.52          | (3.30)         | 2.76            | 0.24            | (1.31)          |
| <b>9. Net Profit/(Loss) for the period (7-8)</b>                                      | <b>4.14</b>       | <b>1.05</b>   | <b>(21.36)</b> | <b>5.19</b>     | <b>(73.15)</b>  | <b>(86.60)</b>  |
| 10. Paid-up Equity Share Capital (Face Value of ` 10/- each)                          | 34.47             | 34.47         | 34.47          | 34.47           | 34.47           | 34.47           |
| 11. Reserves excluding Revaluation Reserve                                            |                   |               |                |                 |                 | 468.04          |
| 12. Earning/(Loss) per share(of ` 10/- each)                                          |                   |               |                |                 |                 |                 |
| (Basic & Diluted) (not annualised) :                                                  | 1.20              | 0.30          | (6.20)         | 1.51            | (21.22)         | (25.12)         |

**Part II : Select Information for the quarter and six month ended 30th September, 2014**

| Particulars                                                                                  | Three month ended |            |            | Six month ended |            | Year ended |
|----------------------------------------------------------------------------------------------|-------------------|------------|------------|-----------------|------------|------------|
|                                                                                              | 30.09.2014        | 30.06.2014 | 30.09.2013 | 30.09.2014      | 30.09.2013 | 31.03.2014 |
|                                                                                              | Unaudited         | Unaudited  | Unaudited  | Unaudited       | Unaudited  | Audited    |
| <b>A PARTICULARS OF SHAREHOLDING</b>                                                         |                   |            |            |                 |            |            |
| 1. Public Shareholding                                                                       |                   |            |            |                 |            |            |
| - Number of shares                                                                           | 16,041,015        | 16,041,015 | 16,321,515 | 16,041,015      | 16,321,515 | 16,041,015 |
| - Percentage of shareholding                                                                 | 46.54             | 46.54      | 47.35      | 46.54           | 47.35      | 46.54      |
| 2. Promoters and Promoter Group Shareholding                                                 |                   |            |            |                 |            |            |
| a. Pledged/Encumbered                                                                        |                   |            |            |                 |            |            |
| - Number of shares                                                                           | Nil               | Nil        | Nil        | Nil             | Nil        | Nil        |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group)     | Nil               | Nil        | Nil        | Nil             | Nil        | Nil        |
| - Percentage of shares (as a % of the total share capital of the Company)                    | Nil               | Nil        | Nil        | Nil             | Nil        | Nil        |
| b. Non - encumbered                                                                          |                   |            |            |                 |            |            |
| - Number of shares                                                                           | 18,426,557        | 18,426,557 | 18,146,057 | 18,426,557      | 18,146,057 | 18,426,557 |
| - Percentage of shares (as a % of the total shareholding of the promoter and promoter group) | 100.00            | 100.00     | 100.00     | 100.00          | 100.00     | 100.00     |
| - Percentage of shares (as a % of the total share capital of the Company)                    | 53.46             | 53.46      | 52.65      | 53.46           | 52.65      | 53.46      |

| Particulars                                    | Quarter ended<br>30.09.2014 |
|------------------------------------------------|-----------------------------|
| <b>B. INVESTOR COMPLAINTS</b>                  |                             |
| Pending at the beginning of the quarter        | Nil                         |
| Received during the quarter                    | 1                           |
| Disposed off during the quarter                | 1                           |
| Remaining unresolved at the end of the quarter | Nil                         |

| Particulars                                                     | Three month ended |               |                | Six month ended |                 | Year ended      |
|-----------------------------------------------------------------|-------------------|---------------|----------------|-----------------|-----------------|-----------------|
|                                                                 | 30.09.2014        | 30.06.2014    | 30.09.2013     | 30.09.2014      | 30.09.2013      | 31.03.2014      |
|                                                                 | Unaudited         | Unaudited     | Unaudited      | Unaudited       | Unaudited       | Audited         |
| <b>1. Segment Revenue :</b>                                     |                   |               |                |                 |                 |                 |
| (a) Carbon Black                                                | 640.43            | 594.06        | 578.89         | 1,234.49        | 1,089.43        | 2,212.23        |
| (b) Power                                                       | 32.61             | 27.58         | 28.11          | 60.19           | 54.64           | 109.98          |
| <b>Total</b>                                                    | <b>673.04</b>     | <b>621.64</b> | <b>607.00</b>  | <b>1,294.68</b> | <b>1,144.07</b> | <b>2,322.21</b> |
| Less : Inter Segment Revenue                                    | 12.71             | 11.26         | 10.46          | 23.97           | 21.18           | 44.75           |
| <b>Net Sales / Income from Operations</b>                       | <b>660.33</b>     | <b>610.38</b> | <b>596.54</b>  | <b>1,270.71</b> | <b>1,122.89</b> | <b>2,277.46</b> |
| <b>2. Segment Profit Before Interest and Tax :</b>              |                   |               |                |                 |                 |                 |
| (a) Carbon Black                                                | 21.12             | 19.72         | (14.27)        | 40.84           | (52.30)         | (45.78)         |
| (b) Power                                                       | 21.00             | 19.35         | 18.92          | 40.35           | 35.95           | 73.38           |
| <b>Total</b>                                                    | <b>42.12</b>      | <b>39.07</b>  | <b>4.65</b>    | <b>81.19</b>    | <b>(16.35)</b>  | <b>27.60</b>    |
| Less : (i) Interest                                             | 23.58             | 25.67         | 15.08          | 49.25           | 29.75           | 75.04           |
| (ii) Other Un-allocable Expenditure net off Un-allocable Income | 13.16             | 10.83         | 14.23          | 23.99           | 26.81           | 40.47           |
| <b>Total Profit / (Loss) Before Tax</b>                         | <b>5.38</b>       | <b>2.57</b>   | <b>(24.66)</b> | <b>7.95</b>     | <b>(72.91)</b>  | <b>(87.91)</b>  |
| <b>3. Segment Capital Employed :</b>                            |                   |               |                |                 |                 |                 |
| (a) Carbon Black                                                | 1,123.65          | 1,219.27      | 893.74         | 1,123.65        | 893.74          | 1,113.39        |
| (b) Power                                                       | 321.96            | 320.95        | 366.87         | 321.96          | 366.87          | 325.93          |

*[Signature]*



**Notes:**

**1. Statement of Assets and Liabilities as at 30th September 2014**

(Rs. in Crores)

| Particulars                        | As at<br>30th September, 2014 | As at<br>31st March, 2014 |
|------------------------------------|-------------------------------|---------------------------|
| <b>A. EQUITY AND LIABILITIES</b>   |                               |                           |
| <b>(1) SHAREHOLDERS' FUNDS</b>     |                               |                           |
| (a) Share capital                  | 34.47                         | 34.47                     |
| (b) Reserves and surplus           | 472.50                        | 468.04                    |
|                                    | <b>506.97</b>                 | <b>502.51</b>             |
| <b>(2) NON-CURRENT LIABILITIES</b> |                               |                           |
| (a) Long-term borrowings           | 399.38                        | 400.10                    |
| (b) Deferred tax liabilities (Net) | 30.41                         | 29.85                     |
| (c) Other Long term liabilities    | 0.62                          | 0.59                      |
| (d) Long-term provisions           | 3.91                          | 3.62                      |
|                                    | <b>434.32</b>                 | <b>434.16</b>             |
| <b>(3) CURRENT LIABILITIES</b>     |                               |                           |
| (a) Short-term borrowings          | 684.06                        | 611.29                    |
| (b) Trade payables                 | 612.77                        | 446.76                    |
| (c) Other current liabilities      | 141.95                        | 124.04                    |
| (d) Short-term provisions          | 3.51                          | 1.96                      |
|                                    | <b>1,442.29</b>               | <b>1,184.05</b>           |
| <b>EQUITY AND LIABILITIES</b>      | <b>2,383.58</b>               | <b>2,120.72</b>           |
| <b>B. ASSETS</b>                   |                               |                           |
| <b>(1) NON-CURRENT ASSETS</b>      |                               |                           |
| (a) Fixed assets                   | 902.76                        | 924.97                    |
| (b) Non-current investments        | 72.37                         | 72.37                     |
| (c) Long-term loans and advances   | 34.73                         | 36.39                     |
| (d) Other non-current assets       | 53.89                         | 53.89                     |
|                                    | <b>1,063.75</b>               | <b>1,087.62</b>           |
| <b>(2) CURRENT ASSETS</b>          |                               |                           |
| (a) Inventories                    | 482.05                        | 428.74                    |
| (b) Trade receivables              | 654.20                        | 517.04                    |
| (c) Cash and Bank Balances         | 15.30                         | 8.90                      |
| (d) Short-term loans and advances  | 154.20                        | 65.72                     |
| (e) Other current assets           | 14.08                         | 12.70                     |
|                                    | <b>1,319.83</b>               | <b>1,033.10</b>           |
| <b>ASSETS</b>                      | <b>2,383.58</b>               | <b>2,120.72</b>           |

2. Effective 1st April, 2014, the Company has changed the basis of determining the cost of raw material from "First in First out (FIFO)" to "Weighted Average" for the purpose of inventory valuation. As a result of this change, profit before tax for the quarter ended and six month ended 30th September, 2014 is lower by Rs. 0.20 crore and Rs. 0.37 crore respectively.

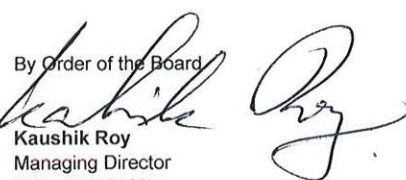
3. The Company has charged depreciation in keeping with the requirements of Schedule II to the Companies Act, 2013. Consequently, the estimated useful lives of certain fixed assets have been revised, where considered appropriate, in keeping with the provisions of Schedule II to the Companies Act, 2013 effective 1st April, 2014. Pursuant to the said revision in useful lives, the depreciation expense for the quarter and the six months ended 30th September, 2014 is higher and profit before tax is lower by Rs. 0.46 crore and the net book value aggregating Rs. 0.73 crore (net of deferred tax Rs.0.38 crore) relating to fixed assets, where the revised useful lives have expired by 31st March, 2014, has been adjusted against opening balance of retained earnings as on 1st April, 2014.

4. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 12th November, 2014. The Statutory Auditors of the Company has carried out a Limited Review of the above unaudited financial results for the quarter ended 30th September, 2014 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.

5. Previous period's figures have been regrouped / rearranged wherever necessary to conform to current period's classification.

Kolkata  
12th November, 2014

 **RP-Sanjiv Goenka  
Group**  
Growing Legacies

By Order of the Board  
  
**Kaushik Roy**  
Managing Director  
DIN : 06513489

