

# GOA CARBON LIMITED

Registered Office: Dempo House, Campal, Panaji, Goa 403 001

## AUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED 31st DECEMBER 2005

Rupees in lacs

	Three Months ended (Audited) 31.12.2005 (1)	Three Months ended (Unaudited) 31.12.2004 (2)	Six months ended (Audited) 31.12.2005 (3)	Nine months ended (Unaudited) 31.12.2004 (4)	Financial year 15 months 01.04.2004 to 30.06.2005 (Audited) (5)
Net Sales	3,516.82	2,009.38	6,381.80	6,499.43	12103.08
Exchange gain/(Loss)	(67.13)	271.61	(116.35)	56.04	87.92
Other Income	112.73	118.53	199.91	223.27	331.18
Total Expenditure					
(Increase)/Decrease in stock in trade	518.85	(645.29)	807.11	(760.94)	(678.03)
Consumption of raw materials	2,248.77	2,330.48	4,360.01	5,839.33	10372.97
Purchase of finished goods	-	-	-	524.03	631.94
Staff cost	145.91	114.95	240.07	298.66	491.26
Other expenditure	315.22	245.91	537.81	697.82	1291.20
Interest	137.67	69.76	280.23	200.51	414.19
Depreciation	25.56	27.63	49.78	82.86	139.89
Profit / (Loss) before tax	170.44	256.08	190.35	(103.53)	(141.24)
Provision for Taxation	55.00	-	56.50	-	3.25
Provision for Deferred Tax	0.25	93.99	6.56	(36.96)	(58.54)
Fringe Benefit Tax	1.67	-	3.35	-	2.38
Provision for earlier year tax written back	-	-	-	-	9.73
Net Profit / (Loss)	113.52	162.09	123.94	(66.57)	(78.60)
Paid-up Equity Share Capital ( Face value of equity share Rs 10/-)	460.00	460.00	460.00	460.00	460.00
Reserves excluding revaluation reserves					1900.58
Basic and diluted EPS in Rs. (not annualised)	2.46	3.52	2.69	(1.45)	(1.71)
Aggregate of non-promoter shareholding:					
Number of shares				2,019,930	2,019,930
Percentage of shareholding				43.91	43.91

NOTES:1) FOB price for RPC continued to be high affecting the operating results.

- 2) The Company's appeal to the Income tax Appellate Tribunal against disallowance of deduction U/S 80 HHC of the Income Tax Act has been decided against the Company. The order of the Tribunal has been challenged by the Company before the Bombay High Court. The Company has been advised by its tax counsel that it has a good case to get the Tribunal's order set side and accordingly no provision is considered necessary for the estimated liability of Rs.1,285.53 lacs on this account.
- 3) No provision is considered necessary for diminution in value of investment in the wholly owned Subsidiary, Paradeep Carbons Limited which is carried at cost of Rs. 4,324.62 lacs as in the opinion of the management the said diminution is temporary in nature. During the six months ended 31.12.2005, Paradeep Carbons Ltd. has achieved a gross turnover of Rs.6,707.46 lacs with a net profit (after F.B.T) 254.68 lacs.
- 4) The above results were reviewed by the Audit committee at its meeting held on 22.02.2006 and approved by the Board of Directors at its meeting held on 22.02.2006
- 5) The Company operates only in one segment i.e. manufacture & sale of calcined petroleum coke and accordingly there is no other segment to be reported.
- 6) The Board of Directors in principle have approved the merger of its wholly owned subsidiary Paradeep Carbons Limited with the company, effective from 1st July'2005. As required under clause 24 (f) of the Listing Agreement, the " Scheme of Amalgamation" was filed with the Bombay Stock Exchange Ltd (BSE) and the Mangalore Stock Exchange (MSE) and their approval is awaited. On receipt of the said approval, application will be moved to Bombay High Court (Goa Bench)

- 7) The Board has announced Rights Issue of Equity Shares to the Shareholders in the proportion of 1:1 at a price of Rs 80/- per share ( i.e. Rs 10/- each paid up share at a premium of Rs 70/- per share). Draft " Letter of Offer" which was approved by the Board of Directors in the meeting held on 10.12.2005 was filed with Securities and Exchange Board of India (SEBI), The Bombay Stock Exchange Ltd (BSE) and the Mangalore Stock Exchange(MSE) on 21st December 2005. The BSE and MSE have given in principle approval and approval from the SEBI is awaited.
- 8) The Financial figures stated in column (4) are for nine months period ended 31.12.2004, while the figures mentioned in column (3) are for six months period ended 31.12.2005 and hence not comparable.
- 9) The Company did not have any investor complaints either as on 1st October 2005 or as on 31st December 2005.Ten complaints were received during the quarter and were duly disposed of.

**Panaji, Goa**  
**Dated: 22.02.2006.**

**For GOA CARBON LIMITED**

**SHRINIVAS V. DEMPO**  
**EXECUTIVE CHAIRMAN**