



GOA CARBON LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS ENDED 30TH JUNE 2006

Rupees in lacs

	Three months ended		Twelve months	Financial year
	(Unaudited)		ended	01.04.2004
	30.06.2006	30.06.2005	(Unaudited)	to
	(1)	(2)	30.06.2006	30.06.2005
			(3)	(Audited)
				(4)
Net Sales	2,192.82	2,581.30	11,026.07	12,103.08
Other Income	54.84	45.73	339.36	331.18
Total Expenditure				
(Increase)/Decrease in stock in trade	(252.10)	(187.72)	83.33	(678.03)
Consumption of raw materials	1,864.75	2,237.75	7,926.70	10,372.97
Purchase of Finished Goods	204.23	42.44	745.24	631.94
Staff cost	126.17	101.10	483.14	491.26
Other expenditure	181.24	298.85	1,063.16	1,291.20
Exchange (Gain) /Loss	157.59	(41.39)	357.98	(87.92)
Interest	120.64	123.14	532.97	414.19
Depreciation	26.15	29.04	101.19	139.89
Profit / (Loss) before tax	(181.01)	23.82	71.72	(141.24)
Provision for Taxation				
Current Tax - for the period	-	-	86.50	3.25
- relating to earlier years	-	(9.73)	-	(9.73)
Deferred Tax	(65.48)	(0.06)	(62.16)	(58.54)
Fringe Benefit Tax	1.68	1.26	6.53	2.38
Net Profit/(Loss)	(117.21)	32.35	40.85	(78.60)
Paid-up Equity Share Capital	915.11	460.00	915.11	460.00
(Face value of equity share Rs 10/-)				
Reserves excluding revaluation reserves				1,900.58
Basic and diluted EPS (not annualised) - Rs	(1.28)	0.58	0.61	(1.41)
Aggregate of Public shareholding:				
Number of shares			3,984,312	2,019,930
Percentage of shareholding			43.54%	43.91%

Notes

- The following factors had an adverse effect on the operating results of the quarter.
 - FOB Price and ocean freight for RPC were high, ii) Goa Plant was shut down from 06.03.2006 to 27.04.2006 for annual maintenance, iii) The Indian Rupee weakened against the US Dollar resulting in unrealised exchange loss of Rs 125.83 lacs due to restatement of liabilities as the end of the quarter.
- The Company's appeal to the Income Tax Appellate Tribunal against disallowance of deduction under section 80HHC of the Income-tax Act, 1961 had 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 aside and accordingly no provision is considered necessary for the estimated liability of Rs.1285.53 lacs on this account.
- No provision is considered necessary for diminution in value of investment in its wholly owned subsidiary Paradeep Carbons Limited which is carried at cost of Rs.4324.62 lacs as in the opinion of the management the said diminution is temporary in nature. During the 12 months period ended 30.06.2006, Paradeep Carbons Limited has achieved a gross turnover of Rs.12,636.17 lacs and a net profit of Rs. 416.38 lacs. The accounts of Paradeep Carbon Limited have been audited for the period from 01.07.2005 to 31.12.2005.
- The Company has only one segment i.e., manufacture and sale of Calcined Petroleum Coke .
- The above results were reviewed by the audit committee at its meeting held on 29.07.2006 and approved by the Board of directors at its meeting held on 29.07.2006. The Statutory Auditors have conducted a Limited Review of these results.
- The Scheme of Amalgamation of the wholly owned subsidiary company Paradeep Carbons Limited with the Company effective from the appointed date of 01.07.2005 as approved by the Board of Directors has been admitted by the Honourable Bombay

High Court (Goa Bench).

- 7) During the quarter the Company had made a Right Issue and pursuant thereto allotted 45,51,052 Equity shares of Rs. 10/- each at a premium of Rs 70/- on Right basis. The funds raised through this issue has been utilised for the purpose for which the issue was made ie for repayment of term/unsecured loans.
- 8) The financial figures stated in column (3) are for 12 months period ended 30.06.2006 while the figures mentioned in column (4) are for 15 months period ended on 30.06.2005 and are not comparable.
- 9) The Company did not have any investor complaints pending as on 01.04.2006 or 30.06.2006. Eight complaints were received during the quarter and were duly disposed of.

FOR GOA CARBON LIMITED

**Panaji, Goa.
29th July 2006**

**SHRINIVAS V. DEMPO
CHAIRMAN**