

The Board of Directors
Phillips Carbon Black Limited
31, Netaji Subhas Road
Kolkata – 700 001

1. We have reviewed the results of Phillips Carbon Black Limited (the "Company") for the quarter ended September 30, 2013 which are included in the accompanying 'Unaudited Financial Results for the quarter and six months ended 30th September, 2013' and the statement of assets and liabilities as on that date (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Pinaki Chowdhury
Partner
Membership Number 57572

Kolkata
October 30, 2013



Phillips Carbon Black Limited
Registered Office : 31, Netaji Subhas Road, Kolkata - 700 001
Unaudited Financial Results for the quarter and six months ended 30th September, 2013

(₹ in Crores)

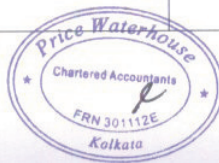
Part I Particulars	Three Months Ended 30.09.2013 Unaudited	Three Months Ended 30.06.2013 Unaudited	Three Months Ended 30.09.2012 Unaudited	Six Months Ended 30.09.2013 Unaudited	Six Months Ended 30.09.2012 Unaudited	Year Ended 31.03.2013 Audited
1. Income from Operations						
Gross Sales	667.13	588.73	637.70	1,255.86	1,329.76	2,528.01
Less : Excise Duty	70.84	62.55	55.65	133.39	127.73	247.29
(a) Net Sales/ Income from Operations (Net of Excise Duty)	596.29	526.18	582.05	1,122.47	1,202.03	2,280.72
(b) Other Operating Income	0.25	0.17	1.04	0.42	2.03	4.19
Total Income from Operations (net)	596.54	526.35	583.09	1,122.89	1,204.06	2,284.91
2. Expenses						
(a) Cost of Materials Consumed	451.82	450.48	512.19	902.30	1,040.96	1,889.63
(b) Purchases of Stock in Trade	-	-	-	-	-	-
(c) Changes in inventories of finished goods	20.86	(23.41)	(1.63)	(2.55)	(31.27)	(26.03)
(d) Employee benefits expense	19.67	16.35	18.66	36.02	31.69	58.43
(e) Depreciation and amortisation expense	13.39	13.24	12.91	26.63	24.39	50.79
(f) Selling Expenditure	16.88	15.19	17.35	32.07	33.00	63.53
(g) Other Expenditure	84.46	89.44	42.74	173.90	100.17	225.74
Total Expenses	607.08	561.29	602.22	1,168.37	1,198.94	2,262.09
3. Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(10.54)	(34.94)	(19.13)	(45.48)	5.12	22.82
4. Other Income	3.78	3.49	2.16	7.27	4.97	9.27
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(6.76)	(31.45)	(16.97)	(38.21)	10.09	32.09
6. Finance Costs	17.90	16.80	18.22	34.70	37.11	72.13
7. Loss from ordinary activities after finance costs but before exceptional items (5-6)	(24.66)	(48.25)	(35.19)	(72.91)	(27.02)	(40.04)
8. Exceptional items	-	-	-	-	-	-
9. Loss from ordinary activities Before Tax (7+/- 8)	(24.66)	(48.25)	(35.19)	(72.91)	(27.02)	(40.04)
10. Tax Expense						
Current Tax	-	-	(1.72)	-	-	-
Less: MAT Credit	-	-	(1.72)	-	-	-
MAT Credit reversal	8.50	-	-	8.50	-	0.82
Deferred Tax charge/(credit)	(11.80)	3.54	(2.28)	(8.26)	(0.68)	(20.21)
11. Net Loss from ordinary activities After Tax (9-10)	(21.36)	(51.79)	(32.91)	(73.15)	(26.34)	(20.65)
12. Extraordinary items (net of tax expense)	-	-	-	-	-	-
13. Net Loss for the period (11+/-12)	(21.36)	(51.79)	(32.91)	(73.15)	(26.34)	(20.65)
14. Paid-up Equity Share Capital (Face Value of ₹10/- each)	34.47	34.47	34.47	34.47	34.47	34.47
15. Reserves excluding Revaluation Reserve as per Balance sheet of previous accounting year	-	-	-	-	-	554.64
16i. Loss per share (before extraordinary items) (of Rs 10/- each) (not annualised)						
(a) Basic	(6.20)	(15.02)	(9.55)	(21.22)	(7.64)	(5.99)
(b) Diluted	(6.20)	(15.02)	(9.55)	(21.22)	(7.64)	(5.99)
16ii. Loss per share (after extraordinary items) (of Rs 10/- each) (not annualised)						
(a) Basic	(6.20)	(15.02)	(9.55)	(21.22)	(7.64)	(5.99)
(b) Diluted	(6.20)	(15.02)	(9.55)	(21.22)	(7.64)	(5.99)

Part II : Select Information for the quarter and six months ended 30th September, 2013

Particulars	Three Months Ended 30.09.2013	Three Months Ended 30.06.2013	Three Months Ended 30.09.2012	Six Months Ended 30.09.2013	Six Months Ended 30.09.2012	Year Ended 31.03.2013
A. PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	1,63,21,515	1,64,53,515	1,64,53,515	1,63,21,515	1,64,53,515	1,64,53,515
- Percentage of shareholding	47.35	47.74	47.74	47.35	47.74	47.74
2. Promoters and Promoter Group Shareholding						
a. Pledged/Encumbered						
- Number of shares	-	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the Company)	-	-	-	-	-	-
b. Non - encumbered						
- Number of shares	1,81,46,057	1,80,14,057	1,80,14,057	1,81,46,057	1,80,14,057	1,80,14,057
- 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)	52.65	52.26	52.26	52.65	52.26	52.26

Particulars	Three Months Ended 30.09.2013
B. INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	NIL
Received during the quarter	NIL
Disposed of during the quarter	NIL
Remaining unresolved at the end of the quarter	NIL

Particulars	Three Months Ended 30.09.2013 Unaudited	Three Months Ended 30.06.2013 Unaudited	Three Months Ended 30.09.2012 Unaudited	Six Months Ended 30.09.2013 Unaudited	Six Months Ended 30.09.2012 Unaudited	Year Ended 31.03.2013 Audited
1. Segment Revenue :						
(a) Carbon Black	578.89	510.54	560.20	1,089.43	1,154.49	2,196.33
(b) Power	28.11	26.53	32.25	54.64	68.00	128.79
Total	607.00	537.07	592.45	1,144.07	1,222.49	2,325.12
Less : Inter Segment Revenue	10.46	10.72	9.36	21.18	18.43	40.21
Net Sales / Income from Operations	596.54	526.35	583.09	1,122.89	1,204.06	2,284.91
2. Segment Profit/(Loss) Before Interest and Tax :						
(a) Carbon Black	(14.27)	(38.03)	(25.22)	(52.30)	(13.82)	(12.47)
(b) Power	18.92	17.03	22.46	35.95	48.60	90.58
Total	4.65	(21.00)	(2.76)	(16.35)	34.78	78.11
Less : (i) Interest	15.08	14.67	16.62	29.75	33.57	64.22
(ii) Other Un-allocable Expenditure net off Un-allocable Income	14.23	12.58	15.81	26.81	28.23	53.93
Total Loss Before Tax	(24.66)	(48.25)	(35.19)	(72.91)	(27.02)	(40.04)
3. Segment Capital Employed : (Segment Assets - Segment Liabilities)						
(a) Carbon Black	893.74	861.29	769.22	893.74	769.22	870.82
(b) Power	366.87	367.63	362.39	366.87	362.39	367.18





Phillips Carbon Black Limited
Registered Office : 31, Netaji Subhas Road, Kolkata - 700 001

Notes

1. Statement of Assets & Liabilities as at 30th September, 2013

(₹ in Crores)

Particulars	As at 30th September, 2013	As at 31st March, 2013
A. EQUITY AND LIABILITIES		
(1) SHAREHOLDERS' FUNDS		
(a) Share capital	34.47	34.47
(b) Reserves and surplus	481.49	554.64
	<u>515.96</u>	<u>589.11</u>
(2) NON-CURRENT LIABILITIES		
(a) Long-term borrowings	303.41	196.42
(b) Deferred tax liabilities (Net)	44.39	52.65
(c) Other Long term liabilities	0.59	0.59
(d) Long-term provisions	3.97	3.03
	<u>352.36</u>	<u>252.69</u>
(3) CURRENT LIABILITIES		
(a) Short-term borrowings	729.95	621.94
(b) Trade payables	690.64	714.92
(c) Other current liabilities	105.02	114.05
(d) Short-term provisions	1.24	2.95
	<u>1,526.85</u>	<u>1,453.86</u>
TOTAL - EQUITY AND LIABILITIES	<u><u>2,395.17</u></u>	<u><u>2,295.66</u></u>
B. ASSETS		
(1) NON-CURRENT ASSETS		
(a) Fixed assets	928.15	911.82
(b) Non-current investments	72.37	72.37
(c) Long-term loans and advances	38.84	47.32
(d) Other non-current assets	66.88	75.38
	<u>1,106.24</u>	<u>1,106.89</u>
(2) CURRENT ASSETS		
(a) Inventories	447.48	499.39
(b) Trade receivables	567.40	518.16
(c) Cash and Bank Balances	50.22	66.72
(d) Short-term loans and advances	213.33	96.48
(e) Other current assets	10.50	8.02
	<u>1,288.93</u>	<u>1,188.77</u>
TOTAL - ASSETS	<u><u>2,395.17</u></u>	<u><u>2,295.66</u></u>

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

3. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 30th October, 2013. The Statutory Auditors of the Company has carried out a 'Limited review' of the above unaudited financial results for the quarter ended 30th September, 2013 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.

Kolkata
30th October, 2013



By Order of the Board
Kaushik Roy
Kaushik Roy
Managing Director - Carbon Black Business

