

The Board of Directors
Phillips Carbon Black Limited
31, Netaji Subhas Road
Kolkata-700001

1. We have reviewed the results of Phillips Carbon Black Limited (the "Company") for the quarter ended June 30, 2014 which are included in the accompanying "Unaudited Financial Results for the quarter ended 30th June 2014", 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 provides 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 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 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
July 30, 2014



Part I

Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended
	30.06.2014 Unaudited	31.03.2014 Unaudited	30.06.2013 Unaudited	31.03.2014 Audited
1. Income from Operations				
(a) Net Sales/ Income from Operations (Net of Excise Duty)	609.40	593.77	526.18	2,276.10
(b) Other Operating Income	0.98	0.37	0.17	1.36
Total Income from Operations (net)	610.38	594.14	526.35	2,277.46
2. Expenses				
(a) Cost of Materials Consumed	473.94	458.93	450.48	1,856.05
(b) Changes in inventories of finished goods	17.33	30.82	(23.41)	(25.54)
(c) Employee benefits expense	17.28	10.09	16.35	62.91
(d) Depreciation and amortisation expense	14.80	13.41	13.24	53.74
(e) Foreign Exchange Fluctuation Loss (net) and hedging cost	5.39	1.42	44.68	108.60
(f) Selling Expenditure	17.73	17.08	15.19	63.63
(g) Other Expenditure	37.02	43.87	44.76	186.26
Total Expenses	583.49	575.62	561.29	2,305.65
3. Profit/(Loss) from operations before Other Income and Finance Costs (1-2)	26.89	18.52	(34.94)	(28.19)
4. Other Income	2.71	9.18	3.49	20.51
5. Profit/(Loss) from ordinary activities before Finance Costs (3+4)	29.60	27.70	(31.45)	(7.68)
6. Finance Costs	27.03	25.77	16.80	80.23
7. Profit/(Loss) from ordinary activities before Tax (5-6)	2.57	1.93	(48.25)	(87.91)
8. Tax Expenses / (Credit)	1.52	(0.10)	3.54	(1.31)
9. Net Profit/(Loss) for the period (7-8)	1.05	2.03	(51.79)	(86.60)
10. Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	34.47	34.47	34.47	34.47
11. Reserves excluding Revaluation Reserve				468.04
12. Earning/(Loss) per share(of Rs 10/- each) (Basic & Diluted) (not annualised)	0.30	0.59	(15.02)	(25.12)

Part II : Select Information for the Quarter ended 30th June, 2014

Particulars	Quarter ended 30.06.2014	Quarter ended 31.03.2014	Quarter ended 30.06.2013	Year ended 31.03.2014
A PARTICULARS OF SHAREHOLDING				
1. Public Shareholding				
- Number of shares	16,041,015	16,041,015	16,453,515	16,041,015
- Percentage of shareholding	46.54	46.54	47.74	46.54
2. Promoters and Promoter Group Shareholding				
a. Pledged/Encumbered				
- Number of shares	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil
b. Non - encumbered				
- Number of shares	18,426,557	18,426,557	18,014,057	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
- Percentage of shares (as a % of the total share capital of the Company)	53.46	53.46	52.26	53.46
B. INVESTOR COMPLAINTS				
Pending at the beginning of the quarter		Nil		
Received during the quarter		Nil		
Disposed off during the quarter		Nil		
Remaining unresolved at the end of the quarter		Nil		

Particulars	Quarter ended 30.06.2014 Unaudited	Quarter ended 31.03.2014 Unaudited	Quarter ended 30.06.2013 Unaudited	Year ended 31.03.2014 Audited
1. Segment Revenue :				
(a) Carbon Black	594.06	580.46	510.54	2,212.23
(b) Power	27.58	26.38	26.53	109.98
Total	621.64	606.84	537.07	2,322.21
Less : Inter Segment Revenue	11.26	12.70	10.72	44.75
Net Sales / Income from Operations	610.38	594.14	526.35	2,277.46
2. Segment Profit / (Loss) Before Interest and Tax :				
(a) Carbon Black	19.72	10.84	(38.03)	(45.78)
(b) Power	19.35	17.72	17.03	73.38
Total	39.07	28.56	(21.00)	27.60
Less : (i) Interest	25.67	22.46	14.67	75.04
(ii) Other Un-allocable Expenditure net off Un-allocable Income	10.83	4.17	12.58	40.47
Total Profit / (Loss) Before Tax	2.57	1.93	(48.25)	(87.91)
3. Segment Capital Employed :				
(a) Carbon Black	1,219.27	1,113.39	861.29	1,113.39
(b) Power	320.95	325.93	367.63	325.93

Notes:

- 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 the this change, Profit before Tax for the quarter ended 30th June, 2014 is lower by Rs. 0.17 crore.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 30th July, 2014. The Statutory Auditors of the Company has carried out a Limited Review of the above unaudited financial results for the quarter ended 30th June, 2014 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.
- Previous period's figures have been regrouped / rearranged wherever necessary to conform to current period's classification.

Kolkata
30th July, 2014



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

