

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 December 31, 2014 which are included in the accompanying 'Statement of Unaudited Financial Results for the quarter and nine months ended 31st December, 2014' (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 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 recognized 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
January 22, 2015

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Part I Statement of Unaudited Financial Results for the quarter and nine months ended 31st December, 2014 (₹ in Crores)

Particulars	Three month ended			Nine month ended		Year ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Income from Operations						
(a) Net Sales/ Income from Operations (Net of Excise Duty)	606.65	659.31	559.86	1,875.36	1,682.33	2,276.10
(b) Other Operating Income	0.47	1.02	0.57	2.47	0.99	1.36
Total Income from Operations (net)	607.12	660.33	560.43	1,877.83	1,683.32	2,277.46
2. Expenses						
(a) Cost of Materials Consumed	481.44	513.48	494.82	1,468.86	1,397.12	1,856.05
(b) Changes in inventories of finished goods	(19.17)	(3.89)	(53.81)	(5.73)	(56.36)	(25.54)
(c) Employee benefits expense	17.39	19.85	16.80	54.52	52.82	62.91
(d) Depreciation and amortisation expense	15.31	15.65	13.70	45.76	40.33	53.74
(e) Foreign Exchange Fluctuation Loss (net) and hedging cost	14.96	18.60	22.06	38.95	107.18	108.60
(f) Selling Expenditure	17.61	21.67	14.48	57.01	46.55	63.63
(g) Other Expenditure	49.13	47.86	47.90	134.01	136.68	186.26
Total Expenses	576.67	633.22	555.95	1,793.38	1,724.32	2,305.65
3. Profit/(Loss) from operations before Other Income & Finance Costs (1-2)	30.45	27.11	4.48	84.45	(41.00)	(28.19)
4. Other Income	2.31	3.02	4.06	8.04	11.33	20.51
5. Profit/(Loss) from ordinary activities before Finance Costs (3+4)	32.76	30.13	8.54	92.49	(29.67)	(7.68)
6. Finance Costs	21.95	24.75	25.47	73.73	60.17	80.23
7. Profit/(Loss) from ordinary activities before tax (5-6)	10.81	5.38	(16.93)	18.76	(89.84)	(87.91)
8. Tax Expenses / (Credit)	3.83	1.24	(1.45)	6.59	(1.21)	(1.31)
9. Net Profit/(Loss) for the period (7-8)	6.98	4.14	(15.48)	12.17	(88.63)	(86.60)
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 Rs 10/- each)						
(Basic & Diluted) (not annualised) :	2.03	1.20	(4.49)	3.53	(25.71)	(25.12)

Part II : Select Information for the Quarter and Nine months ended 31st December 2014

Particulars	Three month ended			Nine month ended		Year ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	16,006,015	16,041,015	16,171,015	16,006,015	16,171,015	16,041,015
- Percentage of shareholding	46.44	46.54	46.92	46.44	46.92	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	18,461,557	18,426,557	18,296,557	18,461,557	18,296,557	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)	53.56	53.46	53.08	53.56	53.08	53.46

Particulars	Quarter ended 31.12.2014
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	Three month ended			Nine month ended		Year ended
	31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue :						
(a) Carbon Black	589.81	640.43	542.34	1,824.10	1,631.77	2,212.23
(b) Power	29.86	32.81	28.96	90.05	83.60	109.98
Total	619.67	673.24	571.30	1,914.15	1,715.37	2,322.21
Less : Inter Segment Revenue	12.35	12.71	10.87	36.32	32.05	44.75
Net Sales / Income from Operations	607.32	660.53	560.43	1,877.83	1,683.32	2,277.46
2. Segment Profit Before Interest and Tax :						
(a) Carbon Black	24.11	21.12	(4.32)	64.95	(56.62)	(45.78)
(b) Power	19.88	21.00	19.71	60.23	55.66	73.38
Total	43.99	42.12	15.39	125.18	(0.96)	27.60
Less: (i) Interest	20.94	23.58	22.83	70.19	62.58	75.04
(ii) Other Un-allocable Expenditure net off Un-allocable Income	12.24	13.16	9.49	36.23	36.30	40.47
Total Profit / (Loss) Before Tax	10.81	5.38	(16.93)	18.76	(89.84)	(87.91)
3. Segment Capital Employed :						
(a) Carbon Black	1,000.60	1,123.65	907.28	1,000.60	907.28	1,113.39
(b) Power	327.31	321.96	358.90	327.31	358.90	325.93

Kashish Roy



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Note :

1. 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 nine months ended 31st December, 2014 is higher by Rs. 0.49 crore and Rs. 0.12 crore respectively.
2. 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 nine months ended 31st December, 2014 is higher and profit before tax is lower by Rs. 0.10 crore and Rs. 0.56 crore respectively 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.
3. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 22nd January, 2015. The Statutory Auditors of the Company has carried out a Limited Review of the above unaudited financial results for the quarter ended 31st December, 2014 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.
4. Previous period's figures have been regrouped / rearranged wherever necessary to conform to current period's classification.

Kolkata
22nd January, 2015



**RP-Sanjiv Goenka
Group**
Growing Legacies

By Order of the Board

Kaushik Roy
Managing Director
DIN : 06513489

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