

Price Waterhouse

Chartered Accountants

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, 2015 which are included in the accompanying 'Unaudited Financial Results for the Quarter and Six month ended 30th September, 2015' 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 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 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 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
November 2, 2015



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Kolkata - 700 091

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| Particulars | Quarter ended | Quarter ended | Quarter ended | Six month ended | Six month ended | Year ended |
|--|---------------|---------------|---------------|-----------------|-----------------|-----------------|
| | 30.09.2015 | 30.06.2015 | 30.09.2014 | 30.09.2015 | 30.09.2014 | 31.03.2015 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Income from Operations | | | | | | |
| (a) Net Sales/ Income from Operations (Net of Excise Duty) | 504.77 | 476.73 | 659.31 | 981.50 | 1,268.71 | 2,467.24 |
| (b) Other Operating Income | 0.42 | 0.66 | 1.02 | 1.08 | 2.00 | 2.95 |
| Total Income from Operations (net) | 505.19 | 477.39 | 660.33 | 982.58 | 1,270.71 | 2,470.19 |
| 2. Expenses | | | | | | |
| (a) Cost of Materials Consumed | 363.75 | 322.95 | 513.48 | 686.70 | 987.42 | 1,864.41 |
| (b) Purchases of Stock in Trade | - | - | - | - | - | 32.94 |
| (c) Changes in inventories of finished goods | (2.04) | 33.67 | (3.89) | 31.63 | 13.44 | 43.09 |
| (d) Employee benefits expense | 22.86 | 18.03 | 19.85 | 40.89 | 37.13 | 70.16 |
| (e) Hedging cost and Foreign Exchange Fluctuation (net) | 7.09 | 4.64 | 18.60 | 11.73 | 23.99 | 52.35 |
| (f) Selling Expenditure | 16.54 | 17.65 | 21.67 | 34.19 | 39.40 | 73.27 |
| (g) Depreciation and amortisation expense | 14.99 | 14.76 | 15.65 | 29.75 | 30.45 | 57.53 |
| (h) Other Expenditure | 51.28 | 39.30 | 47.86 | 90.58 | 84.88 | 181.73 |
| Total Expenses | 474.47 | 451.00 | 633.22 | 925.47 | 1,216.71 | 2,375.48 |
| 3. Profit from operations before Other Income and Finance Costs (1-2) | 30.72 | 26.39 | 27.11 | 57.11 | 54.00 | 94.71 |
| 4. Other Income | 2.67 | 2.39 | 3.02 | 5.06 | 5.73 | 14.42 |
| 5. Profit from ordinary activities before Finance Costs (3+4) | 33.39 | 28.78 | 30.13 | 62.17 | 59.73 | 109.13 |
| 6. Finance Costs | 20.93 | 23.43 | 24.75 | 44.36 | 51.78 | 94.80 |
| 7. Profit from ordinary activities before Tax (5-6) | 12.46 | 5.35 | 5.38 | 17.81 | 7.95 | 14.33 |
| 8. Tax Expenses | 7.07 | 2.99 | 1.24 | 10.06 | 2.76 | 1.69 |
| 9. Net Profit for the period (7-8) | 5.39 | 2.36 | 4.14 | 7.75 | 5.19 | 12.64 |
| 10. Paid-up Equity Share Capital (Face Value of Rs. 10/- each) | 34.47 | 34.47 | 34.47 | 34.47 | 34.47 | 34.47 |
| 11. Reserves excluding Revaluation Reserve | | | | | | 475.81 |
| 12. Earning per share(of Rs. 10/- each) | | | | | | |
| (Basic & Diluted) (not annualised) (Rs.) | 1.56 | 0.68 | 1.20 | 2.25 | 1.51 | 3.67 |

Part II : Select Information for the Quarter ended 30th September, 2015

| Particulars | Quarter ended | Quarter ended | Quarter ended | Six month ended | Six month ended | Year ended |
|--|---------------|---------------|---------------|-----------------|-----------------|------------|
| | 30.09.2015 | 30.06.2015 | 30.09.2014 | 30.09.2015 | 30.09.2014 | 31.03.2015 |
| A PARTICULARS OF SHAREHOLDING | | | | | | |
| 1. Public Shareholding | | | | | | |
| - Number of shares | 16,006,015 | 16,006,015 | 16,041,015 | 16,006,015 | 16,041,015 | 16,006,015 |
| - Percentage of shareholding | 46.44 | 46.44 | 46.54 | 46.44 | 46.54 | 46.44 |
| 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 | 18,461,557 | 18,426,557 | 18,461,557 | 18,426,557 | 18,461,557 |
| - 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 | 53.56 | 53.46 | 53.56 | 53.46 | 53.56 |

| Particulars | Quarter ended |
|--|---------------|
| | 30.09.2015 |
| 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 | Quarter ended | Quarter ended | Six month ended | Six month ended | Year ended |
|---|---------------|---------------|---------------|-----------------|-----------------|-----------------|
| | 30.09.2015 | 30.06.2015 | 30.09.2014 | 30.09.2015 | 30.09.2014 | 31.03.2015 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Segment Revenue : | | | | | | |
| (a) Carbon Black | 488.03 | 457.29 | 640.43 | 945.32 | 1,234.49 | 2,401.06 |
| (b) Power | 27.37 | 32.96 | 32.61 | 60.33 | 60.19 | 118.30 |
| Total | 515.40 | 490.25 | 673.04 | 1,005.65 | 1,294.68 | 2,519.36 |
| Less : Inter Segment Revenue | 10.21 | 12.86 | 12.71 | 23.07 | 23.97 | 49.17 |
| Net Sales / Income from Operations | 505.19 | 477.39 | 660.33 | 982.58 | 1,270.71 | 2,470.19 |
| 2. Segment Profit Before Interest and Tax : | | | | | | |
| (a) Carbon Black | 31.46 | 19.40 | 21.12 | 50.86 | 40.84 | 73.06 |
| (b) Power | 17.13 | 23.70 | 21.00 | 40.83 | 40.35 | 77.96 |
| Total | 48.59 | 43.10 | 42.12 | 91.69 | 81.19 | 151.02 |
| Less : (i) Interest | 18.47 | 21.37 | 23.58 | 39.84 | 49.25 | 91.79 |
| (ii) Other Un-allocable Expenditure net off Un-allocable Income | 17.66 | 16.38 | 13.16 | 34.04 | 23.99 | 44.90 |
| Total Profit Before Tax | 12.46 | 5.35 | 5.38 | 17.81 | 7.95 | 14.33 |
| 3. Segment Capital Employed : | | | | | | |
| (a) Carbon Black | 962.60 | 1,143.18 | 1,123.65 | 962.60 | 1,123.65 | 1,299.96 |
| (b) Power | 314.87 | 311.77 | 321.96 | 314.87 | 321.96 | 311.08 |



[Handwritten Signature]



Phillips Carbon Black Limited

Registered Office : 31, Netaji Subhas Road, Kolkata - 700 001. CIN : L23109WB1960PLC024602

Notes:

1. Statement of Assets and Liabilities as at 30th September 2015

(₹ in Crores)

| Particulars | As at 30th September, 2015 | As at 31st March, 2015 |
|------------------------------------|-------------------------------|---------------------------|
| A. EQUITY AND LIABILITIES | | |
| (1) SHAREHOLDERS' FUNDS | | |
| (a) Share capital | 34.47 | 34.47 |
| (b) Reserves and surplus | 483.56 | 475.81 |
| | 518.03 | 510.28 |
| (2) NON-CURRENT LIABILITIES | | |
| (a) Long-term borrowings | 261.46 | 327.44 |
| (b) Deferred tax liabilities (Net) | 33.96 | 27.80 |
| (c) Other Long term liabilities | 0.59 | 0.59 |
| (d) Long-term provisions | 4.38 | 3.65 |
| | 300.39 | 359.48 |
| (3) CURRENT LIABILITIES | | |
| (a) Short-term borrowings | 713.51 | 775.86 |
| (b) Trade payables | 463.75 | 146.94 |
| (c) Other current liabilities | 168.25 | 157.96 |
| (d) Short-term provisions | 7.83 | 12.39 |
| | 1,353.34 | 1,093.15 |
| EQUITY AND LIABILITIES | 2,171.76 | 1,962.91 |
| B. ASSETS | | |
| (1) NON-CURRENT ASSETS | | |
| (a) Fixed assets | 884.34 | 893.92 |
| (b) Non-current investments | 72.37 | 72.37 |
| (c) Long-term loans and advances | 30.10 | 29.33 |
| (d) Other non-current assets | 53.89 | 53.89 |
| | 1,040.70 | 1,049.51 |
| (2) CURRENT ASSETS | | |
| (a) Current Investments | 130.06 | - |
| (b) Inventories | 311.94 | 296.84 |
| (b) Trade receivables | 484.86 | 521.42 |
| (c) Cash and Bank Balances | 15.01 | 11.50 |
| (d) Short-term loans and advances | 181.37 | 67.77 |
| (e) Other current assets | 7.82 | 15.87 |
| | 1,131.06 | 913.40 |
| ASSETS | 2,171.76 | 1,962.91 |

2. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 2nd November, 2015. The Statutory Auditors of the Company has carried out a Limited Review of the above unaudited financial results for the quarter ended 30th September, 2015 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.

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

Kolkata
2nd November, 2015



By Order of the Board

Kaushik Roy
Kaushik Roy
Managing Director
DIN : 06513489

