

10<sup>th</sup> November, 2016

The Manager,  
Listing Department,  
National Stock Exchange of India Ltd,  
Exchange Plaza,  
Plot No. – C – 1, G Block,  
Bandra – Kurla Complex,  
Bandra (East),  
Mumbai – 400051

The General Manager,  
Department of Corporate Services,  
BSE Ltd.,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building,  
P.J. Towers,  
Dalal Street, Fort,  
Mumbai – 400001

The Secretary,  
The Calcutta Stock Exchange Ltd,  
7, Lyons Range,  
Kolkata – 700001

Dear Sir,

**Sub: Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 - Unaudited Financial Results for the quarter and six months ended 30<sup>th</sup> September, 2016**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the Unaudited Financial Results of the Company for the quarter and six months ended 30<sup>th</sup> September, 2016, along with the Statement of Assets and Liabilities as at 30<sup>th</sup> September, 2016, approved at the meeting of the Board of Directors of the Company held on 10<sup>th</sup> November, 2016. The Meeting of the Board of Directors commenced at 11:30 p.m. and concluded at 1:45 p.m.

A copy of the Limited Review Report of the Auditors of the Company in respect of the said Results is also enclosed.

Yours faithfully,  
For **PHILLIPS CARBON BLACK LIMITED**

  
K. Mukherjee  
Company Secretary & Chief Legal Officer

# Price Waterhouse

Chartered Accountants

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

1. We have reviewed the unaudited financial results of Phillips Carbon Black Limited (the "Company") for the quarter ended September 30, 2016 which are included in the accompanying 'Statement of Standalone Unaudited Financial Results for the Quarter ended 30<sup>th</sup> September, 2016' and the statement of assets and liabilities on that date together with the notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 1, 2015 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. 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 Statement is 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. 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 Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 and SEBI circular dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
  - a. Note 3 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2016, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.



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# Price Waterhouse

Chartered Accountants

- b. We have not reviewed, and accordingly do not express any conclusion on the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on September 30, 2015. As set out in Note 6 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse  
Firm Registration Number: 301112E  
Chartered Accountants



Pinaki Chowdhury  
Partner  
Membership Number 57572

Kolkata  
November 10, 2016





## Phillips Carbon Black Limited

Registered Office : 31, Netaji Subhas Road, Kolkata - 700 001. CIN : L23109WB1960PLC024602  
Statement of Standalone Unaudited Financial Results for the Quarter ended 30th September, 2016

(₹ Crores)

Sr. No.	Particulars	Quarter ended	Quarter ended	Quarter ended	Six month ended	Six month ended
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015
		(Unaudited)	(Unaudited)	(Not subjected to review/audit)	(Unaudited)	(Not subjected to review/audit)
1	<b>Income from operations</b>					
	(a) Net Sales/Income from Operations	508.93	477.80	565.87	986.73	1,098.74
	(b) Other Operating Income	0.21	0.42	0.42	0.63	1.08
	<b>Total Income from Operations (net)</b>	<b>509.14</b>	<b>478.22</b>	<b>566.29</b>	<b>987.36</b>	<b>1,099.82</b>
2	<b>Expenses</b>					
	(a) Cost of Materials Consumed	295.48	261.82	363.75	557.30	686.70
	(b) Changes in inventories of finished goods	(1.98)	21.27	(2.04)	19.29	31.63
	(c) Employee benefits expense	27.57	19.47	22.71	47.04	40.58
	(d) Hedging cost and Foreign Exchange Fluctuation (net)	9.00	11.15	8.88	20.15	11.65
	(e) Selling Expenditure	16.45	17.47	16.54	33.92	34.19
	(f) Depreciation and amortisation expense	15.26	15.10	15.60	30.36	31.03
	(g) Excise Duty	48.23	47.63	60.85	95.86	113.68
	(h) Other Expenses	56.29	46.40	51.52	102.69	94.09
	<b>Total expenses</b>	<b>466.30</b>	<b>440.31</b>	<b>537.61</b>	<b>906.61</b>	<b>1,043.55</b>
3	<b>Profit from operations before Other Income and Finance Costs (1-2)</b>	<b>42.84</b>	<b>37.91</b>	<b>28.68</b>	<b>80.75</b>	<b>56.27</b>
4	Other Income	4.35	3.52	2.89	7.87	5.39
		<b>47.19</b>	<b>41.43</b>	<b>31.57</b>	<b>88.62</b>	<b>61.66</b>
5	<b>Profit from ordinary activities before Finance Costs (3+4)</b>					
6	Finance costs	12.99	12.80	21.19	25.79	45.07
7	<b>Profit from ordinary activities before Tax (5-6)</b>	<b>34.20</b>	<b>28.63</b>	<b>10.38</b>	<b>62.83</b>	<b>16.59</b>
8	Tax expenses	19.02	16.61	6.27	35.63	9.49
9	<b>Net Profit for the period (7-8)</b>	<b>15.18</b>	<b>12.02</b>	<b>4.11</b>	<b>27.20</b>	<b>7.10</b>
10	<b>Other comprehensive income, net of income tax</b>					
	A. Items that will not be reclassified to profit or loss	0.16	0.16	0.05	0.32	0.31
	B. Items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income, net of income tax</b>	<b>0.16</b>	<b>0.16</b>	<b>0.05</b>	<b>0.32</b>	<b>0.31</b>
11	<b>Total comprehensive income for the period (9 - 10)</b>	<b>15.02</b>	<b>11.86</b>	<b>4.06</b>	<b>26.88</b>	<b>6.79</b>
12	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	34.47	34.47	34.47	34.47	34.47
13	Earning per share(of Rs. 10/- each) (Basic & Diluted) (not annualised) (Rs.)	<b>4.40</b>	<b>3.49</b>	<b>1.19</b>	<b>7.89</b>	<b>2.06</b>

Particulars	Quarter ended	Quarter ended	Quarter ended	Six month ended	Six month ended	
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015	
		(Unaudited)	(Unaudited)	(Not subjected to review/audit)	(Unaudited)	(Not subjected to review/audit)
<b>1. Segment Revenue :</b>						
(a) Carbon Black	489.89	455.88	549.13	945.77	1,062.56	
(b) Power	35.49	34.85	27.37	70.34	60.33	
<b>Total</b>	<b>525.38</b>	<b>490.73</b>	<b>576.50</b>	<b>1,016.11</b>	<b>1,122.89</b>	
Less : Inter Segment Revenue	16.24	12.51	10.21	28.75	23.07	
<b>Net Sales / Income from Operations</b>	<b>509.14</b>	<b>478.22</b>	<b>566.29</b>	<b>987.36</b>	<b>1,099.82</b>	
<b>2. Segment Profit Before Interest and Tax :</b>						
(a) Carbon Black	41.96	29.57	29.57	71.53	50.31	
(b) Power	22.86	24.46	16.94	47.32	40.44	
<b>Total</b>	<b>64.82</b>	<b>54.03</b>	<b>46.51</b>	<b>118.85</b>	<b>90.75</b>	
Less : (i) Interest (Including other Finance Costs)	12.99	12.80	21.19	25.79	45.07	
(ii) Other Un-allocable Expenditure net off Un-allocable Income	17.63	12.60	14.94	30.23	29.09	
<b>Total Profit Before Tax</b>	<b>34.20</b>	<b>28.63</b>	<b>10.38</b>	<b>62.83</b>	<b>16.59</b>	
<b>3. Segment Assets :</b>						
(a) Carbon Black	1,839.32	1,813.20	2,063.40	1,839.32	2,063.40	
(b) Power	313.64	327.53	343.24	313.64	343.24	
(c) Unallocated	238.24	369.17	345.52	238.24	345.52	
<b>4. Segment Liabilities :</b>						
(a) Carbon Black	285.26	243.87	501.23	285.26	501.23	
(b) Power	1.85	0.01	1.52	1.85	1.52	
(c) Unallocated	1,080.91	1,247.34	1,253.99	1,080.91	1,253.99	



7. The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Description	₹ Crores	
	Quarter ended September 30, 2015	Not subjected to review/audit
Net profit as per Indian GAAP	5.39	
Gain on measuring Investments in Mutual Funds at Fair value	0.12	
Applicable Impact (net) of measuring Derivative instruments at fair value	(6.20)	
Impact consequent to discontinuation of capitalisation of foreign exchange gain/loss on Long Term non monetary assets	4.97	
Increase in borrowing cost pursuant to application of effective interest method	(0.29)	
Reclassification of net actuarial loss on employee defined benefit plans to Other Comprehensive Income	0.19	
Additional Depreciation on account of revaluation of fixed assets as on April 1, 2015	(0.96)	
Deferred Tax adjustments	0.80	
Unwinding of Interest on loan	0.09	
<b>Net profit as per Ind AS</b>	<b>4.11</b>	
Other comprehensive income, net of income tax	(0.05)	
<b>Total comprehensive income for the period</b>	<b>4.06</b>	

Kolkata  
10th November, 2016



By Order of the Board

*Kaushik Roy*

Kaushik Roy  
Managing Director  
DIN: 06513489



Notes to the financial results:

1. Statement of Standalone Unaudited Assets and Liabilities as at September 30, 2016

(₹ Crores)	
Particulars	As at 30.09.2016
(Unaudited)	
<b>ASSETS</b>	
<b>Non-Current Assets</b>	
Property, Plant and equipment	1,396.22
Capital work-in-progress	87.60
Other Intangible assets	0.13
<b>Financial Assets</b>	
i. Investments	71.15
iii. Loans (Including Security Deposits)	18.35
Other non-current assets	3.73
<b>Total non-current assets</b>	<b>1,577.18</b>
<b>Current assets</b>	
Inventories	187.93
<b>Financial assets</b>	
i. Investments	14.01
ii. Trade receivables	420.80
iii. Cash and cash equivalents	14.16
iv. Bank balances other than (iii) above	2.15
v. Loans	99.64
vi. Other Financial Assets	4.14
Other current assets	71.19
<b>Total current assets</b>	<b>814.02</b>
<b>Total assets</b>	<b>2,391.20</b>
<b>EQUITY AND LIABILITIES</b>	
<b>Equity</b>	
Equity share capital	34.47
Other Equity	988.71
<b>Total Equity</b>	<b>1,023.18</b>
<b>LIABILITIES</b>	
<b>Non-current liabilities</b>	
<b>Financial liabilities</b>	
i. Borrowings	162.07
iii. Other financial liabilities	0.59
Provisions	5.03
Deferred tax liabilities (net)	171.50
<b>Total non-current liabilities</b>	<b>339.19</b>
<b>Current liabilities</b>	
<b>Financial liabilities</b>	
i. Borrowings	654.35
ii. Trade payables	246.75
iii. Other financial liabilities	103.63
Other current liabilities	19.34
Provisions	2.51
Current Tax Liabilities (Net)	2.25
<b>Total current liabilities</b>	<b>1,028.83</b>
<b>Total liabilities</b>	<b>1,368.02</b>
<b>Total equity and liabilities</b>	<b>2,391.20</b>

2. This statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 10, 2016. The Auditors of the Company have carried out a Limited Review of the above financial results for the quarter ended 30th September, 2016 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3. This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016, the Company has for the first time adopted Ind AS with a transition date of April 1, 2015.

4. The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.

5. The statement does not include Ind AS compliant statement of results and statement of assets and liabilities for the previous year ended 31 March 2016 as the same is not mandatory as per SEBI's circular dated 5 July 2016.

6. The Ind AS compliant corresponding figures in the previous year have not been subjected to review/audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.

