

BINANI INDUSTRIES LIMITED

 Registered Office: 706, Om Tower, 32, Chowringhee Road, Kolkata 700 071
 Corporate Office: Mercantile Chambers, 12 J.N.Heredia Marg, Ballard Estate, Mumbai 400 001

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH JUNE, 2007

Rs. Lakhs

Particulars	Quarter ended 30.06.2007	Quarter ended 30.06.2006	Year ended 31.03.2007 (Audited)	Consolidated Results	
				Quarter ended 30.06.2007	Year ended 31.03.2007 (Audited)
1 Gross Sales	-	4	22	40,015	151,968
Less Excise Duty	-	1	5	5,430	18,634
Net Sales	-	3	17	34,585	133,334
2 Profit on Sale of Investment in Equity Shares in Subsidiary	-	-	11,043	-	11,043
3 Profit on Sale of Fixed Assets	-	76	197	-	198
4 Dividend and Interest Income	2,637	1,006	1,036	2,775	575
5 Other Income	115	7	9	708	1,357
6 Expenditure					
a) (Increase)/Decrease in Stock in Trade	-	-	-	(601)	(243)
b) Consumption of Raw Materials etc.	-	-	-	13,832	55,347
c) Staff Cost	33	14	96	1,145	4,028
d) Power and Fuel	-	-	-	5,747	21,418
e) Other Manufacturing Expenses	-	-	-	1,187	5,237
f) Freight and Transport	-	-	-	4,583	15,226
g) Other Expenditure	81	53	190	1,385	5,700
Total Expenditure	114	67	286	27,278	106,713
7 Operating Profit before Interest and Depreciation (1+2+3+4+5-6)	2638	1025	12,016	10,790	39,794
8 Interest & Financial charges	173	428	1,051	1,278	6,050
9 Gross Profit after Interest but before Depreciation & Taxation (7-8)	2465	597	10,965	9,512	33,744
10 Depreciation	10	23	66	1,500	5,925
11 Profit before Extra Ordinary Items & Tax(9-10)	2455	574	10,899	8,012	27,819
12 Extra Ordinary Items					
a) Loan / Interest for earlier years written back	-	1,222	1,222	-	2,088
b) Assets Written off on Impairment	-	-	-	-	(17)
c) Advances to Subsidiary written off	-	-	(1,000)	-	-
d) Investment in Subsidiaries written off	-	-	(9,443)	-	-
e) Power charges of earlier years	-	-	-	-	(970)
13 Net Profit after Extra Ordinary Items but before Tax (11+12)	2,455	1,796	1,678	8,012	28,920
14 Provision for Taxation					
a) Current Tax (MAT)	-	-	51	650	2,032
b) Deferred Tax(Net)	-	-	-	-	4,797
c) Fringe Benefit Tax	1	-	3	15	52
15 Net Profit after Tax but before Minority Interest (13-14)	2,454	1796	1,624	7,347	22,039
16 Minority Interest	-	-	-	1,762	1,767
17 Net Profit (15-16)	2,454	1,796	1,624	5,585	20,272
18 Paid up Equity Share Capital (Face Value per share Rs.10/-)	2,962	2,962	2,962	2,962	2,962
19 Reserves (excluding Revaluation Reserves)	-	-	19,660	-	23,185
20 Earnings per Share					
-Basic (not annualised)(Rs.)	8.29	6.07	5.49	18.87	68.49
-Diluted (not annualised)(Rs.)	8.29	6.07	5.49	18.87	68.49

Notes:

1 Unaudited Financial Results (Provisional) of the subsidiaries for the quarter ended 30th June,2007 are as follows :-

Profit/ (Loss) before Tax
(Rs.Lakhs)

i) Binani Cement Ltd. (BCL)	5,724
ii) Binani Zinc Ltd (BZL)	(162)
iii) Goa Glass Fibre Ltd. (GGFL)	25
iv) B T Composites Ltd. (BTCL)	(31)
v) Ess Vee Alloys Pvt. Ltd.	1

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- 2 The Company is holding company having subsidiaries which are in manufacturing activities. Dividend declared by BCL during the current quarter has been accounted for.
- 3 The debit balance in Profit & Loss Account of Rs.7,069 lakhs (of the company) and Rs.3,099 lakhs (Consolidated) as on 31st March, 2007 as per Audited Accounts have not been considered for adjustment against the Reserves of Rs.19,660 lakhs (of the company) and Rs.23,185 lakhs (Consolidated) as on that date since the same are not free reserves.
- 4 The cement expansion project for enhancing the capacity to 5.3 MTPA commences clinker production by end of July, 2007.
The second split grinding mill is under installation at Neem Ka Thana located in north Rajasthan, to be completed by the last quarter of 2007.
Consequent to this, the overall cement production capacity of BCL will increase to 6.0 Million Tonne per annum.
- 5 Preliminary steps have been initiated for exploitation of the lignite mine recently allotted to BCL at Chandavan in the State of Rajasthan which may start production in early 2009, and would reduce the cost of generation of power from CPP.
- 6 During the quarter, Equity Shares of BCL have been listed at National Stock Exchange (NSE) and Bombay Stock Exchange (BSE) after completion of public offer for sale of 20,500,000 equity shares of Rs. 10/- each through 100% Book Building Process by JP Morgan Special Situations (Mauritius) Limited (formerly Silver Peak Investments (Mauritius) Limited), a shareholder of BCL.
- 7 The financial results of BZL have been affected due to wide fluctuations in LME prices of Zinc.
- 8 In view of the Company's appeals pending before the Hon'ble High Court at Calcutta against interest charged on Minimum Alternate Tax under section 234B and 234C of the Income-tax Act, 1961 in the assessment for certain assessment years, no provision has been made in the books of accounts for an amount of Rs.139 lakhs (including interest of Rs.4 lakhs charged u/s 220(2) of the Income-tax Act, 1961).
- 9 Provision for Deferred Tax/ Reversal of Deferred Tax will be made at the end of the year. Minimum Alternate Tax (MAT) credit entitlement in respect of MAT provided/ paid upto June,07 will be recognised at the end of the year.
- 10 Liability for Gratuity and Leave Encashment as on 1st April,2007 as per actuarial valuation have been fully provided for as per revised Accounting Standard 15 .
For Interim account, gratuity liability has been taken on estimated basis and leave encashment liability on actual basis.
- 11 Consolidated Financial Results include results of subsidiaries viz., Binani Cement Limited, Binani Zinc Limited, Goa Glass Fibre Limited, B.T. Composites Limited., Wada Industrial Estate Limited, and wholly owned subsidiaries of Binani Zinc Limited. viz., ESS VEE Alloys Private Limited, R.B.G. Minerals Industries Limited and Binani Mazak Private Limited.
- 12 There were 5 investor complaints pending at the beginning of the quarter and during the quarter, the Company received 86 complaints from investors, out of which 85 complaints were disposed off, leaving 6 complaints unresolved at the end of the quarter.
- 13 The above results have been reviewed by the Audit Committee at their meeting held on 27th July,2007 and were taken on record and approved by the Board of Directors at its meeting held on 27th July, 2007.
- 14 The statutory auditors have conducted limited review of the above results of the Company as required by clause 41 of the listing agreement
- 15 Figures of the previous period have been regrouped/recast as necessary.

By order of the Board
For **BINANI INDUSTRIES LIMITED**

BRAJ BINANI
CHAIRMAN

Place : Mumbai
Date : 27th July, 2007.