

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 FOR THE QUARTER AND NINE MONTHS ENDED ON 31ST DECEMBER, 2008

Rs. Lakhs

Particulars	Quarter ended 31.12.2008	Quarter ended 31.12.2007	Nine Months ended 31.12.2008	Nine Months ended 31.12.2007	Year ended 31.03.2008 (Audited)
1 a) Income From Operations (Fees for Management Services rendered)	281	-	844	-	-
b) Sales- Commodities Futures	128	-	128	-	-
c) Other Operating Income (Dividend from Subsidiary)	-	-	3,296	2,637	2,637
2 Expenditure					
a) Cost of Sale - Commodities Futures	125	-	125	-	-
b) Employees Cost	195	51	544	133	196
c) Professional Fees	175	17	546	51	72
d) Administration Expenses	193	61	580	180	282
e) Depreciation	9	10	24	32	41
Total Expenditure	697	139	1,819	396	591
3 Profit/(Loss) from Operations before Other Income, Interest and Exceptional Items (1-2)	(288)	(139)	2,449	2,241	2,046
4 Other Income	34	2	112	137	156
5 Profit/(Loss) before Interest and Exceptional Items (3+4)	(254)	(137)	2,561	2,378	2,202
6 Interest	173	174	551	523	707
7 Profit/(Loss) after Interest but before Exceptional Items (5-6)	(427)	(311)	2,010	1,855	1,495
8 Exceptional Items	-	-	-	-	-
9 Net Profit (+)/ Loss (-) from Ordinary Activities before Tax (7-8)	(427)	(311)	2,010	1,855	1,495
10 Tax Expenses					
a) Current Tax (MAT)	-	-	-	-	-
b) Fringe Benefit Tax	4	1	11	2	2
11 Profit (+)/ Loss (-) from Ordinary Activities After Tax (9-10)	(431)	(312)	1,999	1,853	1,493
12 Extraordinary Items (net of tax expenses)	-	-	-	-	-
13 Net Profit (+)/ Loss (-) for the period (11-12)	(431)	(312)	1,999	1,853	1,493
14 Paid up Equity Share Capital (Face Value per share Rs.10/-)	2,962	2,962	2,962	2,962	2,962
15 Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					19,660
16 Earnings Per Share (EPS)					
- Basic and Diluted EPS before extraordinary items (not annualised) (Rs.)	(1.46)	(1.05)	6.75	6.26	5.04
- Basic and Diluted EPS after extraordinary items (not annualised) (Rs.)	(1.46)	(1.05)	6.75	6.26	5.04
17 Public Shareholding					
Number of Shares	14490121	15883538	14490121	15883538	15883538
Percentage of Shareholding	48.96%	53.67%	48.96%	53.67%	53.67%

Segment Reporting

Rs. Lakhs

Particulars	Quarter ended 31.12.2008	Quarter ended 31.12.2007	Nine Months ended 31.12.2008	Nine Months ended 31.12.2007	Year ended 31.03.2008 (Audited)
1) Segment Revenue					
a) Fees for Management Services rendered	281	-	844	-	-
b) Commodities Futures Trading	128	-	128	-	-
c) Unallocated	34	2	3,408	2,774	2,793
Net Sales/ Income from Operation	443	2	4,380	2,774	2,793
2) Segment Result (Profit/(Loss) before interest and tax)	(refer note no.9)				
3) Capital Employed (Segment Assets- Segment Liabilities)	(refer note no.9)				

Notes:

1 Unaudited Financial Results of the subsidiaries for the nine months ended 31st December, 2008 are as follows :-

(Rs. In Lakhs)

	Holding (%)	Net Sales	Profit/ (Loss) before Tax
i) Binani Cement Ltd. (BCL)	64.91%	99,236	10024
ii) Binani Zinc Ltd (BZL)	89.90%	20,208	(229)
iii) Goa Glass Fibre Ltd. (GGFL)	100%	5,121	146
iv) B T Composites Ltd. (BTCL)	100%	567	(41)

2 The Company is a holding company having subsidiaries which are mainly in manufacturing activities. The company provides corporate support services to its subsidiaries and during the current quarter the company has started trading in commodities futures.

3 During the current period, the profitability of BCL has been affected primarily due to doubling of the cost of imported coal- a major cost component. However, in the recent past, there has been a substantial reduction in the international prices of coal, which will have favourable impact on financial performance in the last quarter of 2008-09.

The installation of the second phase of 2x 22.3 MW power plants is slated to be completed by June 2009, as a result of which, BCL will be self sufficient for its power requirements.

BCL is in the process of adding one more cement grinding and packing plant at Binanigram at a cost of Rs.45 Crores to be completed by end of 2009, for achieving optimum product mix.

BCL has signed an MOU with the Government of Gujarat for facilitation of approvals, allocation of limestone mines etc. for the greenfield project in Gujarat having 2.5 Million Tonne Clinker/Cement production capacity, for which funding has been tied up. The project is expected to be completed by mid 2011.

Land acquisition and development work has been initiated by BCL for the lignite project at Nimbri Chandawatan, Rajasthan at a total project cost of Rs.100 Crores. Production from the mines is expected by end of 2009. BCL has also decided to instal additional 25 MW power plant at the pit head to further reduce the cost of generation of power.

4 The financial results of BZL have been affected due to substantial reduction in LME prices of Zinc.

5 GGFL's expansion work for increasing its capacity from 10300 MTPA to 16000 MTPA is underway and is expected to be completed by June,2009.

6 In view of the Company's appeals pending before the Hon'ble High Court at Kolkata 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.141 lakhs (including interest of Rs.4 lakhs charged u/s 220(2) of the Income-tax Act, 1961).

7 The debit balance in Profit & Loss Account of Rs.6,464 lakhs as on 31st March, 08 as per Audited Accounts, which is subject to adjustment of profit for the nine months ended 31st December, 08, has not been considered for adjustment against the Reserves of Rs.19,660 lakhs of the company as on that date since the same are not free reserves.

8 For Interim account, the gratuity liability has been taken on estimated basis and leave encashment liability on actual basis. The liability as per Actuarial valuation shall be provided at the year end.

9 Resources used are common for both the segments representing fees for management services rendered and commodities futures trading.

10 There were 2 investor complaints pending at the beginning of the quarter and during the quarter the Company received 84 complaints from investors, all of which have been redressed.

11 The above results have been reviewed by the Audit Committee at its meeting held on 30th January, 2009 and were taken on record and approved by the Board of Directors at its meeting held on 30th January, 2009.

12 The Statutory Auditors have conducted limited review of the above results of the Company as required by clause 41 of the listing agreement.

13 The Company has opted to publish quarterly stand alone results.

14 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 : 30th January, 2009