

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED ON 30TH SEPTEMBER, 2008

Rs. Lakhs

Particulars	Quarter ended 30.09.2008	Quarter ended 30.09.2007	Half Year ended 30.09.2008	Half Year ended 30.09.2007	Year ended 31.03.2008 (Audited)
1 a) Income From Operations (Fees for Management Services rendered)	282	-	563	-	-
b) Other Operating Income (Dividend from Subsidiary)	-	-	3,296	2,637	2,637
2 Expenditure					
a) Employees Cost	186	49	349	82	196
b) Professional Fees	165	8	371	34	72
c) Administration Expenses	202	64	387	119	282
d) Depreciation	8	12	15	22	41
Total Expenditure	561	133	1122	257	591
3 Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(279)	(133)	2737	2380	2046
4 Other Income	60	20	78	135	156
5 Profit before Interest and Exceptional Items (3+4)	(219)	(113)	2815	2515	2202
6 Interest	189	176	378	349	707
7 Profit after Interest but before Exceptional Items (5-6)	(408)	(289)	2,437	2,166	1,495
8 Exceptional Items	-	-	-	-	-
9 Net Profit (+)/ Loss (-) from Ordinary Activities before Tax (7-8)	(408)	(289)	2,437	2,166	1,495
10 Tax Expenses					
a) Current Tax (MAT)	-	-	-	-	-
b) Fringe Benefit Tax	4	-	7	1	2
11 Profit (+)/ Loss (-) from Ordinary Activities After Tax (9-10)	(412)	(289)	2430	2165	1493
12 Extra Ordinary Items (net of tax expenses)	-	-	-	-	-
13 Net Profit (+)/ Loss (-) for the period (11-12)	(412)	(289)	2,430	2,165	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.)	(1.39)	(0.98)	8.21	7.32	5.04
-Basic and Diluted EPS after extraordinary items (not annualised) (Rs.)	(1.39)	(0.98)	8.21	7.32	5.04
17 Public Shareholding					
Number of Shares	14490121	17275585	14490121	17275585	15883538
Percentage of Shareholding	48.96%	58.37%	48.96%	58.37%	53.67%

Notes:

1 Unaudited Financial Results of the subsidiaries for the half year ended 30th September, 2008 are as follows :-

(Rs. In lakhs)

	Holding (%)	Profit/ (Loss) before Tax
i) Binani Cement Ltd. (BCL)	64.91%	9054
ii) Binani Zinc Ltd (BZL)	89.90%	806
iii) Goa Glass Fibre Ltd. (GGFL)	100%	112
iv) B T Composites Ltd. (BTCL)	100%	(66)

Contd....2...

- 2 The Company is a holding company having subsidiaries which are in manufacturing activities. The company provides corporate support services to its subsidiaries.
- 3 Commercial production of the split grinding unit of BCL at Neem Ka Thana, Rajasthan commenced from 1st September, 2008. The profitability of BCL has been affected significantly due to steep increase in the costs of imported coal. The installation of the second phase of the 2 x 22.3 MW power plants at Binanigram, Rajasthan is taking additional time due to non-performance by the turnkey contractor, which has been taken up by the company itself and is now slated to be completed by March 2009.

BCL has decided to instal additional 25 MW captive power plant at the lignite mine pit head at Nimbri Chandawatan, Rajasthan for which land acquisition and development work has already been initiated. This would further reduce the overall cost of generation of power. Production from the mine is expected to start by the end of 2009.

BCL has reviewed the progress of the forthcoming greenfield project in Gujarat having 2.5 Million Tonne Clinker/Cement production capacity, with a total capital outlay of Rs.825 Crores with captive power plant, for which financial closure has been done. Keeping in view the delay in receiving the approvals for the land and mines till date from the Government of Gujarat, the project which was scheduled to go into production during 2nd half of 2010 had to be rescheduled for completion by mid 2011. On a review of the economic parameters of the project, the capital outlay has now been pegged at Rs.700 Crores with power requirements proposed to be met from the captive generation capacities including the proposed pithead power plant at Nimbri Chandawatan, Rajasthan.
- 4 The financial results of BZL are subject to wide fluctuations 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.139 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 current half year, 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 There was no investor complaint pending at the beginning of the quarter and during the quarter, the Company received 153 complaints from investors out of which 151 were disposed off leaving a balance of 2 remaining unresolved at the end of the quarter.
- 9 The above results have been reviewed by the Audit Committee at its meeting held on 24th October, 2008 and were taken on record and approved by the Board of Directors at its meeting held on 24th October, 2008.
- 10 The Statutory Auditors have conducted limited review of the above results of the Company as required by clause 41 of the listing agreement.
- 11 The Company has opted to publish quarterly stand alone results.
- 12 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 : 24th October, 2008