

GUJARAT FLUOROchemicals LIMITED

Registered Office : 16/3, 26 & 27, Village Ranjitnagar, Taluka Goghamba, District Panchmahals, Gujarat 389 380

UNAUDITED FINANCIAL RESULTS FOR THE SECOND QUARTER ENDED 30 TH SEPTEMBER, 2005						<i>Rs. in lakhs</i>
Sr. No.	Particulars	Quarter ended		Half Year ended		Year ended
		30 th September 2005*	30 th September 2004*	30 th September 2005*	30 th September 2004*	31st March 2005 (Audited)
1	Net Sales / Income from operations	3038	3893	7794	7996	17199
2	Other Income	1171	307	1517	1612	3324
3	Total Expenditure					
	a) Increase(-) / (+)Decrease in Stock-in-Trade	-1396	-224	-1635	-297	-170
	b) Consumption of materials	2869	2181	5058	4273	9274
	c) Staff cost	270	176	477	353	714
	d) Manufacturing and other expenses	874	511	1730	1948	4081
	e) Total Expenditure (a to d)	2617	2644	5630	6277	13899
4	Interest	28	78	61	145	213
5	Depreciation (including amortization)	191	98	330	198	430
6	Profit before Tax	1373	1380	3290	2988	5981
7	Provision for Taxation					
	a) Current Tax	138	210	753	710	1486
	b) Deferred Tax	-13	54	-1	62	32
	c) Fringe Benefit Tax	6	0	12	0	0
	d) Total Tax (a to c)	131	264	764	772	1518
8	Net Profit	1242	1116	2526	2216	4463
9	Paid-up Equity Capital (face value of Rs 10 each)	1158	1158	1158	1158	1158
10	Reserves (excluding revaluation reserves)					39040
11	Earning per share (Rs) (face value of Rs. 10 each)	10.72	9.64	21.81	19.14	38.55
12	Aggregate of non-promoter shareholding					
	- Number of shares (face value of Rs. 10 each)	3688219	3720974	3688219	3720974	3682991
	- Percentage of shareholding	32%	32%	32%	32%	32%

SEGMENT-WISE REVENUES FOR THE SECOND QUARTER ENDED 30 TH SEPTEMBER, 2005						<i>Rs. in lakhs</i>
Sr. No.	Particulars	Quarter ended		Half Year ended		Year ended
		30 th September 2005*	30 th September 2004*	30 th September 2005*	30 th September 2004*	31st March 2005 (Audited)
1	Domestic	716	639	1759	1857	3441
2	Export	2322	3254	6035	6139	13758
3	Total	3038	3893	7794	7996	17199

CONSOLIDATED FINANCIAL RESULTS FOR THE SECOND QUARTER ENDED 30 TH SEPTEMBER, 2005						<i>Rs. in lakhs</i>
Sr. No.	Particulars	Quarter ended		Half Year ended		Year ended
		30 th September 2005	30 th September 2004	30 th September 2005	30 th September 2004	31st March 2005 (Audited)
1	Net Sales / Income from operations	5812	5150	12807	10468	23347
2	Other Income	1167	251	1441	1499	3315
3	Total Expenditure					
	a) Increase(-) / (+)Decrease in Stock-in-Trade	-1396	-224	-1635	-297	-170
	b) Consumption of materials	3016	2250	5333	4408	9622
	c) Film Distributors' Share	645	246	1128	486	1304
	d) Staff cost	502	259	848	576	1267
	e) Manufacturing and other expenses	1389	931	2942	2679	5806
	f) Total Expenditure (a to e)	4156	3462	8616	7852	17829
4	Interest	150	107	307	218	510

5	Depreciation (including amortization)	341	167	567	352	776
6	Profit before Tax	2332	1665	4758	3545	7547
7	Provision for Taxation					
	a) Current Tax	464	216	1103	745	1602
	b) Deferred Tax	119	54	131	62	505
	c) Fringe Benefit Tax	19	0	25	0	0
	d) Total Tax (a to c)	602	270	1259	807	2107
8	Net Profit	1730	1395	3499	2738	5440
9	Paid-up Equity Capital (face value of Rs 10 each)	1158	1158	1158	1158	1158
10	Reserves (excluding revaluation reserves)					38884
11	Earning per share (Rs) (face value of Rs. 10 each)	14.93	12.05	30.22	23.64	46.99

* As per Limited Review

1. The above results have been taken on record by the Board of Directors at its Meeting held on 15th October, 2005.
2. Figures of previous period are recast wherever necessary.
3. During the period, the Company has received compensation of Rs 512.02 lakhs, equivalent to USD 1.18 million, for phased reduction and cessation of CFC production. The Company has been advised that the compensation is a capital receipt and hence, the amount received during the period is directly credited to Capital Reserve.
4. The Company is primarily engaged in the business of manufacture and sale of refrigerant gases, and hence, it is operating in a single business segment. The products of the Company are sold both in domestic and export markets, which are considered different geographical segments. As the Company has a single manufacturing facility, it is not possible to directly attribute or allocate on a reasonable basis, the expenses, assets and liability to these geographical segments.
5. There were no outstanding investor complaints at the beginning of the quarter. All the 6 investor complaints received during the quarter have been disposed of.
6. The Members of the Company, at their meeting held on 16th September, 2005, have approved a proposal for sub-division of the equity shares of the Company, from one equity share of Rs 10 each fully paid up, to five equity shares of Rs 2 each fully paid up. The record date in this respect has been fixed on 18th October, 2005.
7. Pursuant to its registration as a Clean Development Mechanism (CDM) Project by the CDM Executive Board of the UNFCCC, established under the Kyoto Protocol, the Company is implementing its "Project of Greenhouse Gas Emission Reductions by Thermal Oxidation of HFC23" at its manufacturing facility at Ranjitnagar, Gujarat, India. The project is expected to be commissioned in the first quarter of 2006. This project will create a new and healthy revenue stream for the Company, by the sale of carbon credits generated by the greenhouse gas emission reductions achieved by the Project, and contribute to sustainable development in the surrounding region.
8. The implementation of the projects for the manufacture of Caustic Soda / Chlorine, Chloromethanes, Poly Tetra Fluoro Ethane (PTFE), and a Captive Power Plant, at Dahej, GIDC Estate, Taluka Vagra, District Bharuch, Gujarat, at a total cost of Rs 350 crores, is continuing as per schedule, and the Company expects these projects to be implemented at different points of time, between March 2006 and December 2006. These forward and backward integration projects will add new products to the Company's portfolio, and will significantly enhance its cost competitiveness.
9. The entertainment business of the Company, carried out through its wholly-owned subsidiary Inox Leisure Limited, continues to show robust growth, with Inox emerging as one of the country's largest and most profitable multiplex cinema theatre operating chains. Inox already has seven operational properties, and another three properties are expected to be commissioned this year. The above Consolidated Financial Results represent results of Gujarat Fluorochemicals Limited and its wholly-owned subsidiary Inox Leisure Limited:

15th October, 2005
New Delhi

VIVEK JAIN
Managing Director