

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2008

Rs in Lakhs

Sr. No.	Particulars	Quarter Ended (Unaudited)		Year Ended (Audited)
		30 th June 2008	30 th June 2007	31 st March 2008
1	Net Sales / Income from operations	20757	11424	72322
2	Other Income	695	5183	12168
3	Total Income	21452	16607	84490
4	Expenditure			
	a) Increase (-) / (+) Decrease in stock-in-trade	(952)	124	(965)
	b) Consumption of materials	4534	3299	16195
	c) Purchase of traded goods	37	104	302
	d) Employees cost	1103	624	3731
	e) Power & Fuel	2121	1338	6954
	f) Depreciation (including amortization)	1242	1584	1383
	g) Manufacturing and other expenses	2526	1713	10207
	h) Foreign exchange fluctuation loss (Net)	1965	0	0
	i) Expenditure capitalized	0	0	(378)
	j) Total Expenditure (a to i)	12576	8786	37429
5	Interest	1067	511	2764
6	Profit before Tax	7809	7310	44297
7	Provision for Taxation			
	a) Current Tax	1733	1357	8377
	b) Deferred Tax	374	537	3830
	c) Fringe Benefit Tax	12	7	45
	Total Provision for Taxation (a to c)	2119	1901	12252
8	Net Profit	5690	5409	32045
9	Paid-up Equity Share Capital (Face value of Re 1/- each)	1158	1158	1158
10	Reserves (excluding revaluation reserves)			97911
11	Basic and Diluted Earnings per share (Rs) (Face value of Re 1/- each)	4.91	4.67	27.68
12	Aggregate of public shareholding			
	- Number of shares	38846460	38756888	38846460
	- Percentage of shareholding	33.55%	33.47%	33.55%

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE QUARTER ENDED 30th JUNE, 2008**

Rs in Lakhs

Sr. No.	Particulars	Standalone		
		Quarter Ended (Unaudited)		Year Ended (Audited)
		30 th June 2008	30 th June 2007	31 st March 2008
1	Segment Revenue			
a)	Chemicals	20329	12896	74528
b)	Power	3130	1658	8792
c)	Other Segment, Un-allocable and Corporate	646	3366	8762
	Total Segment Revenue	24105	17920	92082
	Less: Inter Segment Revenue – Power	2653	1313	7592
	Total External Revenue	21452	16607	84490
2	Segment Result			
a)	Chemicals	8467	5005	37800
b)	Power	980	(475)	1909
	Total Segment Result	9447	4530	39709
	Add: Un-allocable Income (Net of Un-allocable expenses)	(571)	3291	7352
	Less: Interest expenses	1067	511	2764
	Total Profit Before Tax	7809	7310	44297
3	Segment Capital Employed (Segment Assets – Segment Liabilities)			
a)	Chemicals	52681	40417	59020
b)	Power	41265	22488	31170
c)	Other Segment, Un-allocable and corporate	10890	13656	8879
	Total	104836	76561	99069

**UNAUDITED CONSOLIDATED FINANCIAL HIGHLIGHTS
FOR THE QUARTER ENDED 30th JUNE, 2008**

Rs in Lakhs

Sr. No.	Particulars	Quarter Ended		Year Ended
		30 th June 2008 (Unaudited)	30 th June 2007 (Unaudited)	31 st March 2008 (Audited)
1	Turnover and Other Income	26786	21968	105860
2	Net Profit after tax (Including Share in Profit of Associates and excluding minority interest)	5956	6070	34442
3	Earnings per share (Rs) (Face value of Rs 1/- each) -Not Annualized	5.14	5.24	29.75

Notes:-

1. The above results, reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on 31st July, 2008 and have undergone “Limited Review” by the Statutory Auditors.
2. Corresponding figures for the previous period / year have been regrouped / recast wherever necessary to correspond to current period / year classification.
3. The Board of Directors of the Company at its meeting held on 21st March, 2008, has approved a proposal to purchase / buy-back fully paid equity shares of Re 1 each of the Company at a price not exceeding Rs 300 per equity share so that the maximum amount to be utilized for buy-back of shares shall not exceed Rs 6143 lacs which represents 10 % of paid up capital and free reserves of the Company as on 31st March, 2007. The said proposal is approved in accordance with the provisions of Article 8A of the Articles of Association of the Company, the applicable regulatory provisions. The Securities and Exchange Board of India has, vide its order dated 24th July, 2008, been pleased to grant an exemption to the Promoter / Promoter Group from making a public offer in terms of the Takeover Regulations. The Company therefore proposes to make a Public Announcement and proceed with the buy-back of shares in terms of the Board Resolution.
4. Net Sales / Income from Operations include income from Certified Emissions Reductions (Carbon Credits). “Chemicals” segment includes figures pertaining to Carbon Credits.
5. The Company has entered into a fixed price long term Gas Supply Agreement (GSA), with Gujarat Gas Company Limited (GGCL), on 14 March, 2006, valid till 31st March, 2011, with a price reset clause pursuant to which the fixed price, of US \$ 4.60 per MMBTU, valid till 31st March, 2008, is to be mutually negotiated and revised, by 31st December, 2007, to be effective from 1st April, 2008. On GGCL failing to make any endeavours to negotiate the price of gas effective from 1st April, 2008 despite repeated reminders from the Company, the Company approached the Honourable High Court of Delhi, which vide interim orders, directed GGCL to continue to supply gas to the Company, on the Company paying GGCL an amount of US \$ 4.60 per MMBTU (subsequently revised to US \$ 10 per MMBTU), and submitting to the Court a bank guarantee for a further US \$ 10 per MMBTU. Despite the above order, GGCL wrongfully purported to terminate the GSA, effective from 1st April, 2008 and has been raising invoices on the Company at US \$ 24.62 per MMBTU, for gas supplied from 1st April, 2008. The Company has also commenced arbitration proceedings against GGCL, contending that GGCL has forfeited its right to revise the price, as also to terminate the GSA, after 1st April, 2008. In view of the above pending proceedings the Company has made provision in its books of accounts for the gas supplied, at a rate of US \$ 4.60 per MMBTU. The difference between the price billed for by GGCL to the Company, and the amount provided by the Company, is Rs 3590 lakhs (previous quarter NIL).
6. Upto and including the financial year 2006-07, depreciation on Plant and Machinery and Wind Mills was provided on written down value method, at the rates and in the manner specified in the Schedule XIV to the Companies Act, 1956. At the time of finalization of accounts for the financial year 2007-08, it was decided to provide depreciation on Plant and Machinery and Wind Mills on straight line method, at the rates and in the manner specified in the Schedule XIV to the Companies Act, 1956, since, in the opinion of the management, this would result in a more appropriate presentation in the financial statements of the Company. Hence, the depreciation figures for the quarter ended 30th June, 2008 and those of the earlier periods, is not directly comparable.

7. In addition to the 23.10 MW Wind Power Farm in Maharashtra, which was commissioned during the financial year ended 31st March 2007, the Company has commissioned another 12.00 MW Wind Power Farm in Rajasthan during the current quarter. The Company is also, as a diversification and growth strategy, taking effective steps in pursuance of its business plan of making significant investments in the Wind Energy sector as an independent power producer.
8. The above Unaudited Consolidated Financial Highlights represent results of:
 - a. Gujarat Fluorochemicals Limited,
 - b. its subsidiaries Inox Leisure Limited and Inox Infrastructure Private Limited and
 - c. its 'Associate' Megnasolace Star SEZ Private Limited.
9. There were no investors' complaints pending at the beginning of the quarter. The Company received 20 complaints during the quarter. The Company has disposed all 20 complaints and there were no complaints outstanding at the end of the quarter.

On behalf of the Board of Directors
For Gujarat Fluorochemicals Limited

31st July, 2008
Noida

VIVEK JAIN
Managing Director