

GUJARAT FLUORO CHEMICALS LIMITED

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

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2006

STAND ALONE AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 ST MARCH 2006						Rs in lakhs
Sr No	Particulars	9 months ended* 31 st December 2005	Quarter ended*		Year ended (Audited)	
			31 st March 2006	31 st March 2005	31 st March 2006	31 st March 2005
1	Net Sales / Income from operations	12844	5359	5237	18203	17199
2	Other Income	3103	5043	1235	8145	3324
	Total Income	15947	10402	6472	26348	20523
3	Total Expenditure					
	a) Increase(-)/Decrease(+) in Stock-in-Trade	(-)1562	453	562	(-)1109	(-)170
	b) Consumption of materials	7872	2805	2518	10677	9274
	c) Staff cost	715	268	157	983	714
	d) Power & Fuel	666	166	284	832	1180
	e) Manufacturing and other expenses	1903	1228	826	3131	2901
	f) Total Expenditure (a to e)	9594	4920	4347	14514	13899
4	Interest	92	37	35	129	213
5	Depreciation (including amortization)	518	227	129	745	430
6	Profit before Tax	5743	5218	1961	10960	5981
7	Provision for Taxation	1185	142	519	1327	1518
8	Net Profit	4558	5076	1442	9633	4463
9	Paid-up Equity Capital (face value of Rs 2 each)	1158	1158	1158	1158	1158
10	Reserves (excluding revaluation reserves)				48221	39040
11	Earning per share (Rs) (face value of Rs 2 each - Not Annualised)	7.87	8.77	2.49	16.64	7.71
12	Aggregate of non-promoter shareholding					
	- Number of shares	18720655	19123450	18414955	19123450	18414955
	- Percentage of shareholding	32 %	33 %	32 %	33 %	32 %

STAND ALONE SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED						Rs in lakhs
Sr No	Particulars	9 months ended* 31 st December 2005	Quarter ended*		Year ended (Audited)	
			31 st March 2006	31 st March 2005	31 st March 2006	31 st March 2005
[I]	Segment Revenue					
i	Chemicals	12871	5421	5267	18292	17261
ii	Power	470	188	0	658	0
iii	Other Segment, Unallocable and Corporate	3076	4981	1205	8056	3262
	Total Segment Revenue	16417	10590	6472	27006	20523
	Less: Inter Segment Revenue - Power	470	188	0	658	0
	Total External Revenue	15947	10402	6472	26348	20523

[II]	Segment Result					
i	Chemicals	2656	388	1068	3044	3208
ii	Power	104	41	0	145	0
iii	Other Segment	0	0	0	0	0
	Total Segment Result	2760	429	1068	3189	3208
	Add: Unallocable Income (Net of unallocable expenses)	3075	4826	928	7900	2986
	Less: Interest expenses	92	37	35	129	213
	Total Profit Before Tax	5743	5218	1961	10960	5981
[III]	Segment Capital Employed (Segment Assets - Segment Liabilities)					
i	Chemicals	18299	21018	12532	21018	12532
ii	Power	3853	6343	82	6343	82
iii	Other Segment, Unallocable and corporate	23310	22017	27584	22017	27584
	Total	45462	49378	40198	49378	40198

*Unaudited

CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2006		Rs in lakhs	
Sr No	Particulars	Year ended (Audited)	
		31 st March 2006	31 st March 2005
1	Net Sales / Income from operations	28914	23347
2	Other Income	8017	3315
	Total Income	36931	26662
3	Total Expenditure		
	a) Increase (-) / Decrease (+) in Stock-in-Trade	(-1109)	(-170)
	b) Consumption of materials	11218	9622
	c) Film Distributors' Share	2114	1304
	d) Power & Fuel	1341	1533
	e) Staff cost	1747	1267
	f) Manufacturing, operating and other expenses	6297	4429
	g) Total Expenditure (a to f)	21608	17985
4	Interest	610	510
5	Depreciation (including amortization)	1262	776
6	Profit before Tax	13451	7391
7	Provision for Taxation	2063	2107
8	Net Profit	11388	5284
	Less: Minority Interest	115	0
	Net Profit After Minority Interest	11273	5284
	Add: Share in Profit of Associates	156	157
9	Consolidated Net Profit	11429	5441
10	Paid-up Equity Capital (face value of Rs 2 each)	1158	1158
11	Reserves (excluding revaluation reserves)	57438	38884
12	Earning per share (Rs) (face value of Rs 2 each)	19.74	9.40
13	Aggregate of non-promoter shareholding		
	- Number of shares	191213450	18414955
	- Percentage of shareholding	33 %	32 %

CONSOLIDATED SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED			Rs in lakhs
Sr No	Particulars	Year ended (Audited)	
		31 st March 2006	31 st March 2005
[I]	Segment Revenue		
i	Chemicals	18292	17261
ii	Power	658	0
iii	Multiplexes	10056	6217
iv	Other Segment, Unallocable and Corporate	8723	3184
	Total Segment Revenue	37729	26662
	Less: Inter Segment Revenue – Power	658	0
	Less: Inter Segment Revenue – Others	140	0
	Total External Revenue	36931	26662
[II]	Segment Result		
i	Chemicals	3044	3208
ii	Power	145	0
iii	Multiplexes	2993	1833
iv	Other Segment	148	0
	Total Segment Result	6330	5041
	Add: Unallocable Income (Net of unallocable expenses)	7731	2860
	Less: Interest expenses	610	510
	Total Profit Before Tax	13451	7391
[III]	Segment Capital Employed (Segment Assets – Segment Liabilities)		
i	Chemicals	21018	12532
ii	Power	6343	82
iii	Multiplexes	16917	15341
iv	Other Segment, Unallocable and corporate	21660	12088
	Total	65938	40043

- The above results have been taken on record by the Board of Directors at its Meeting held on 17th June, 2006.
- Figures of the previous period are reclassified / regrouped wherever necessary.
- During the year the equity shares of the face value of Rs 10 each were subdivided into five equity shares of Rs 2 each. Previous year EPS has been reworked in accordance with AS-20 issued by the Institute of Chartered Accountants of India.
- The Board of Directors at their Meeting considered and recommended a dividend @ 100% i.e. Rs 2 per equity share of Rs 2 each for the financial year 2005-06.
- During the period, the Company has received compensation of Rs 868.02 lakhs, equivalent to USD 1.96 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.
- During the year the Company has sold 9,00,000 equity shares of its wholly owned subsidiary under private placement @ Rs 90 per share and also offered 45,00,000 equity shares in the Initial Public Offer (IPO) @ Rs 120 per share. The profit on sale of such shares (net of share in IPO expenses) of Rs 5531 lakhs included in Other Income.
- During the year the Company has commissioned its project of green house gas abatement by thermal oxidation of waste gas HFC 23. The said project has been registered by the United Nations Framework Convention on Climate Change (UNFCCC) as a Clean Development Mechanism Project under the Kyoto Protocol. The project has commenced generation of Carbon Credits which are proposed to be sold to entities which have compliance requirements under Kyoto Protocol. This would add a healthy revenue stream to the operations of the Company.
- The implementation of the projects for the manufacture of Caustic Soda / Chlorine, Chloromethanes, Poly Tetra Fluoro Ethylene (PTFE), and a Captive Power Plant, at Dahej, GIDC Estate, Taluka Vagra, District Bharuch, Gujarat, at a total cost of Rs 350 crores, is progressing as per schedule, and the Company expects these projects to be implemented during the financial year 2006-07. These forward and backward integration projects will add new products to the Company's portfolio, and will significantly enhance its cost competitiveness.

9. There were four investors complaints pending at the beginning of the quarter. The Company has received six complaints during the quarter. The Company has disposed all the ten complaints and there were no complaints outstanding at the end of the quarter.
10. The above Consolidated Financial Results represent results of Gujarat Fluorochemicals Limited, its subsidiary Inox Leisure Limited and its 'Associate' Inox Global Services Limited. The results of Inox Global Services Limited included in the above Consolidated Financial Results are unaudited. Consolidation has been made by applying Accounting Standard 21 - "Consolidated Financial Statements" and Accounting Standard 23 - "Accounting for Investments in Consolidated Financial Statements".

17th June, 2006
New Delhi

Vivek Jain
Managing Director