

## DEEPAK NITRITE LIMITED

Registered Office : 9/10, Kunj Society, Alkapuri, Baroda 390 007

### AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2005.

Deepak Nitrite Ltd- Net Profit increase by 24 %, ups Dividend to 40 %.Deepak Nitrite Limited has posted higher turnover of Rs.321 Crores as compared to Rs.278 Crore in the previous year, an increase of 15 %. Export Turnover has increased to Rs.138 Crore from Rs.112 Crores in the previous year showing a growth of 23 %.PBT has increased by 58 % from Rs.9.41 Crores to Rs.14.87 Crores. After providing for current tax of Rs. 1.03 Crores ( Rs.1.04 Crores ) & deferred tax of 3.78 Crores ( Rs. 0.2 Crores ) the PAT works out 24 % higher at Rs.10.05 Crores ( Rs.8.13 Crores ). The Company was able to register significant growth in operating profit due to sustained growth in performance of organic intermediates as well as Fine & Speciality Chemical segments.Earning Per Share has increased to Rs.16.81 from Rs.14.14 in the previous year. Enthused by the better Performance the Board of Directors recommended dividend of Rs.4 per hare ( Rs.3 per share ). The Company's performance continues to be influenced by its two pronged focus on Exports & Research. Consolidation initiatives also add to improving Competitiveness.

(Rs in.Lacs)

Sr.No	Particulars	Nine Months					Quarter Ended		Year Ended	
		31/12/04	31/03/05	31/03/04	31/03/05	31/03/04	(Audited)	(Audited)		
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)				
1	Net Sales	21935.03	10191.65	7604.47	32126.68	27842.31				
2	Other Operating Income	399.33	157.40	276.22	556.73	489.79				
3	Other Income	144.95	73.43	190.16	218.38	699.77				
4	Total Expenditure	20305.53	9196.98	6858.35	29502.51	25775.64				
	a. (Increase)/Decrease in Stock in Trade	(517.96)	846.30	(40.21)	328.34	269.37				
	b. Consumption of Raw Materials	14315.13	5677.36	4548.00	19992.49	16726.38				
	c. Staff Cost	1661.09	836.80	815.76	2497.89	2195.17				
	d. Other Expenditure	4847.27	1836.52	1534.80	6683.79	6584.72				
5	Interest	660.42	251.76	366.66	912.18	1150.49				
6	Depreciation	888.00	111.68	558.40	999.68	1163.82				
7	Profit before tax	625.36	862.06	287.44	1487.42	941.92				
8	Provision for taxation									
	a. Current tax	35.43	67.97	33.59	103.40	103.59				
	b. Deferred tax	219.73	158.62	37.41	378.35	21.41				
9	Profit after tax	370.20	635.47	216.44	1005.67	816.92				
10	Add (Less) : Prior Year's adjustment / Extraordinary items		-	(3.94)	-	(3.94)				
11	Net Profit	370.20	635.47	212.50	1005.67	812.98				
12	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	598.21	598.21	598.21	598.21	598.21				
13	Reserves excluding revaluation reserve				7105.95	6490.51				

14	Basic EPS not annualised( Rs.)	6.19	10.62	3.70	16.81	14.14
15	Diluted EPS not annualised( Rs.)	6.19	10.62	3.55	16.81	13.59
16	Aggregate of Non-Promoter Shareholding					
	Number of Shares	3163879	3163879	3461579	3163879	3461579
	Percentage of Shareholding	52.89	52.89	57.87	52.89	57.87

### SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs in.Lacs)

Sr.No	Particulars	Nine Months		Quarter Ended		Year Ended	
		31/12/04	31/03/05	31/03/04	31/03/05	31/03/04	
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)	
1	<b>Segment Revenue :</b>						
	a) Inorganic Intermediates	5061.61	1817.04	1914.95	6878.65	7350.57	
	b) Organic Intermediates	13167.18	5867.78	4677.33	19034.96	15257.69	
	c) Fine & Speciality Chemicals	4202.60	2739.48	1554.52	6942.08	5989.42	
	d) Others	119.99	(35.32)	87.11	84.67	103.08	
	<b>Total</b>	<b>22551.38</b>	<b>10388.98</b>	<b>8233.91</b>	<b>32940.36</b>	<b>28700.76</b>	
	Less: Inter segment revenue	217.02	39.93	353.22	256.94	368.66	
	<b>Net Sales/Income from operations</b>	<b>22334.36</b>	<b>10349.05</b>	<b>7880.69</b>	<b>32683.42</b>	<b>28332.10</b>	
2	<b>Segment Results before tax &amp; Interest:</b>						
	a) Inorganic Intermediates	591.60	114.27	248.26	705.87	1316.43	
	b) Organic Intermediates	901.64	695.96	258.08	1597.60	647.45	
	c) Fine & Speciality Chemicals	439.57	745.97	266.10	1185.54	676.42	
	<b>Total</b>	<b>1932.81</b>	<b>1556.20</b>	<b>772.44</b>	<b>3489.01</b>	<b>2640.30</b>	
	Less: I) Interest	660.42	251.76	366.66	912.18	1150.49	
	ii) Other un-allocable expenditure	647.03	442.38	122.28	1089.41	551.83	
	<b>Net of un-allocable Income</b>						
	<b>Total Profit Before Tax</b>	<b>625.36</b>	<b>862.06</b>	<b>283.50</b>	<b>1487.42</b>	<b>937.98</b>	
3	<b>Capital Employed :</b>						
	a) Inorganic Intermediates	3068.00	3069.60	2063.57	3069.60	3005.88	
	b) Organic Intermediates	12266.77	12789.35	10873.70	12789.35	10873.70	
	c) Fine & Speciality Chemicals	4792.36	5716.64	5127.36	5716.64	4185.05	
	d) Other unallocable	1455.44	1216.52	1109.78	1216.52	1109.78	
	<b>Total</b>	<b>21582.57</b>	<b>22792.11</b>	<b>19174.41</b>	<b>22792.11</b>	<b>19174.41</b>	

The Segment information has been suitably regrouped wherever necessary considering the nature of products.

#### NOTES:

- 1) Previous year's figures, and figures for the nine months ended 31/12/04 have been regrouped wherever considered necessary.
- 2) The figures for the Current quarter ended 31/03/05 are not comparable with the corresponding figures of the previous quarter ended 31/03/04, as the entire operating results of erstwhile Aryan Pesticides Limited for the period from

1/04/03 to 31/03/04 were incorporated in the results for the quarter ended 31/03/04, after amalgamation with the Company.

- 3) The Board of Directors has recommended a dividend of 40% (forty percent) on Equity Shares of the Company for the year ended 31st March, 2005.
- 4) There were no investor complaints pending as at the beginning of the quarter. The Company has not received any complaints from the investors during the quarter.
- 5) Reschedulement of previous quarter's export orders to current quarter, significantly improved the performance.
- 6) The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 4th May, 2005.

For DEEPAK NITRITE LIMITED

D.C. MEHTA  
MANAGING DIRECTOR

MUMBAI,  
4th May, 2005