



DEEPAK NITRITE LIMITED

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL)

FOR THE QUARTER ENDED 30th JUNE, 2006

Rs. in lacs

Sr. No.	Particulars	Quarter Ended		Year Ended
		30-06-2006 (Unaudited)	30-06-2005 (Unaudited)	31-03-2006 (Audited)
1	Net Sales	7822.68	8665.11	34728.83
2	Other Operating Income	126.01	58.71	528.89
3	Other Income	35.83	11.89	123.65
4	Total Expenditure	7111.11	7824.80	31121.91
	a. (Increase)/Decrease in Stock in Trade	(1,065.23)	(680.51)	(839.27)
	b. Consumption of Raw Materials	5848.63	6125.62	22498.00
	c. Staff Cost	602.11	571.66	2514.88
	d. Other Expenditure	1725.60	1808.03	6948.30
5	Interest	266.40	254.67	1070.65
6	Depreciation	303.99	281.23	1144.18
7	Profit before Tax	303.02	375.01	2044.63
8	Provision for taxation			
	a) Current Tax	73.44	79.17	482.51
	c) Deferred Tax	(6.26)	37.73	105.04
	b) Fringe Benefit Tax	5.61	7.36	43.43
9	Net Profit	230.23	250.75	1413.65
10	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	896.32	598.21	598.21
11	Reserves excluding revaluation reserve			7689.34
12	Basic and Diluted EPS not annualised(Rs.)	2.93	3.52	19.85
13	Aggregate of Non-Promoter Shareholding			
	Number of Shares	4461184	3163879	3163879
	Percentage of Shareholding	49.77	52.89	52.89

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Rs. in lacs

Sr. No.	Particulars	Quarter Ended		Year Ended
		30-06-2006 (Unaudited)	30-06-2005 (Unaudited)	31-03-2006 (Audited)
1	Segment Revenue :			
	a) Inorganic Intermediates	1486.25	1613.35	6093.95
	b) Organic Intermediates	5688.58	5857.01	23783.12

	c) Fine & Speciality Chemicals	836.71	1267.58	5408.30
	d) Others	(17.19)		
	Total	7994.35	8737.94	35285.37
	Less: Inter segment revenue	45.66	14.12	27.65
	Net Sales/Income from operations	7948.69	8723.82	35257.72
2	Segment Results before tax & Interest:			
	a) Inorganic Intermediates	98.10	197.35	968.55
	b) Organic Intermediates	640.98	873.13	2826.74
	c) Fine & Speciality Chemicals	214.21	(148.82)	802.63
	Total	953.29	921.66	4597.92
	Less: I) Interest	266.40	254.67	1070.65
	ii) Other un-allocable expenditure	383.87	291.98	1482.64
	Net of un-allocable Income			
	Total Profit Before Tax	303.02	375.01	2044.63
3	Capital Employed :			
	a) Inorganic Intermediates	2950.97	2670.73	2377.89
	b) Organic Intermediates	14914.19	12703.18	15137.35
	c) Fine & Speciality Chemicals	5549.63	4849.04	5607.68
	d) Other unallocable	4959.31	1277.26	1426.30
	Total	28374.10	21500.21	24549.22
	The Segment Information has been suitably regrouped wherever necessary considering the nature of products.			

NOTES :

- 1) Previous periods figures have been regrouped/rearranged, wherever necessary.
- 2) During the quarter, paid-up capital of the Company has increased by Rs. 298.11 Lacs consequent upon the allotment of 2981171 Right equity shares of Rs. 10/- each at a premium of Rs. 140/- per share.
- 3) Out of the total rights issue proceeds of Rs. 44.72 Crores, Rs. 15.31 Crores have been spent towards objects of the issue and pending utilisation, balance unutilised amount is invested in short term money market instruments.
- 4) Consequent to the rights issue of equity shares and the allotment made on 5th May, 2006, the Earning per share has been computed on weighted average basis and the EPS for the previous periods have been restated in accordance with AS-20 of ICAI. In view of the current market price of the Company's equity shares, the option embedded in the warrants to subscribe to equity , shares are, at present not considered dilutive.
- 5) The Company has signed MOU on 27th June, 2006 with M/s Vasant Chemicals Limited, Hyderabad for acquisition of its DASDA division, having an annual turnover of approx.Rs. 100 Crores. The due diligence is in progress.
- 6) The Company had received two complaints from investors during the quarter which were resolved. No complaint was pending at the beginning or end of the quarter.
- 7) The Auditors of the Company have conducted a Limited Review of the results for the quarter ended 30th June, 2006.

- 8) The above unaudited financial results were reviewed by the Audit Committee and have been considered and taken on record by the Board of Directors at its meeting held on 26th July, 2006.

MUMBAI,
26th July, 2006

For DEEPAK NITRITE LIMITED
D. C .MEHTA
MANAGING DIRECTOR