

DEEPAK NITRITE LIMITED

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

UNAUDITED FINANCIAL RESULTS (PROVISIONAL)

FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2005

Rs. in lacs

Sr.No	Particulars	Quarter Ended		Nine Months Ended		Year Ended
		31-12-05 (Unaudited)	31-12-04 (Unaudited)	31-12-05 (Unaudited)	31-12-04 (Unaudited)	31-03-2005 (Audited)
1	Net Sales	8755.43	8173.26	25333.11	21935.03	32126.68
2	Other Operating Income	134.30	219.74	331.56	377.94	556.73
3	Other Income	26.32	37.80	162.15	122.62	218.38
4	Total Expenditure	7846.94	7596.63	22887.48	20261.81	29502.51
	a. (Increase)/Decrease in Stock in Trade	(521.75)	(627.27)	(887.20)	(517.96)	328.34
	b. Consumption of Raw Materials	5826.49	6118.32	16665.14	14315.13	19992.49
	c. Staff Cost	679.66	530.33	1857.91	1661.09	2497.89
	d. Other Expenditure	1862.54	1575.25	5251.63	4803.55	6683.79
5	Interest	268.36	241.93	728.43	660.42	912.18
6	Depreciation	269.17	291.91	834.44	888.00	999.68
7	Profit before Tax	531.58	300.33	1376.47	625.36	1487.42
8	Provision for taxation					
	a) Current Tax (including Fringe Benefit Tax)	178.41	23.55	370.89	49.03	103.40
	b) Deferred Tax	(103.21)	102.69	(17.92)	219.73	378.35
9	Profit after Tax	456.38	174.09	1023.50	356.60	1005.67
10	Add (Less) : Prior Year's adjustment / Extraordinary items	-	-	-	13.60	-
11	Net Profit	456.38	174.09	1023.50	370.20	1005.67
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
14	Basic EPS not annualised(Rs.)	7.63	2.91	17.11	6.19	16.81
15	Diluted EPS not annualised(Rs.)	7.63	2.91	17.11	6.19	16.81
16	Aggregate of Non-Promoter Shareholding					
	Number of Shares	3163879	3163879	3163879	3163879	3163879
	Percentage of Shareholding	52.89	52.89	52.89	52.89	52.89

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Rs. in lacs

Sr. No	Particulars	Quarter Ended		Nine Months Ended		Year Ended
		31-12-05 (Unaudited)	31-12-04 (Unaudited)	31-12-05 (Unaudited)	31-12-04 (Unaudited)	31-03-2005 (Audited)
1	Segment Revenue :					
	a) Inorganic Intermediates	1419.48	1646.22	4696.62	5077.46	6878.65
	b) Organic Intermediates	5996.59	5398.87	17551.23	13129.97	19034.96
	c) Fine & Speciality Chemicals	1460.47	1266.67	3420.77	4202.60	6942.07
	d) Others	13.19	119.96	15.16	119.96	84.67
	Total	8889.73	8431.72	25683.78	22529.99	32940.35
	Less: Inter segment revenue	-	38.72	19.11	217.02	256.94
	Net Sales/Income from operations	8889.73	8393.00	25664.67	22312.97	32683.41

2	Segment Results before tax & Interest:					
	a) Inorganic Intermediates	220.78	163.94	760.73	591.60	705.87
	b) Organic Intermediates	557.84	321.30	2004.43	901.64	1597.60
	c) Fine & Speciality Chemicals	523.25	109.66	450.55	439.57	1185.54
	Total	1301.87	594.89	3215.71	1932.81	3489.01
	Less: i) Interest	268.36	241.93	728.44	660.42	912.18
	ii) Other un-allocable expenditure	501.93	52.63	1110.80	633.43	1089.41
	Net of un-allocable Income					
	Total Profit Before Tax	531.58	300.33	1376.47	638.96	1487.42
3	Capital Employed :					
	a) Inorganic Intermediates	3261.84	3068.00	3261.84	3068.00	3069.60
	b) Organic Intermediates	13862.99	12266.77	13862.99	12266.77	12789.35
	c) Fine & Speciality Chemicals	5236.18	4792.36	5236.18	4792.36	5716.64
	d) Other unallocable	1505.92	1455.44	1505.92	1455.44	1216.52
	Total	23866.93	21582.57	23866.93	21582.57	22792.11
	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) The Auditors of the Company have conducted a Limited Review of the results for the quarter and nine months ended 31st December, 2005.
- 3) 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.
- 4) 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 24th January, 2006
- 5) Consequent to the relocation plan of its plant at Pune, the Board of Directors of the Company at its meeting held on 16th December, 2005 has decided to sell its Factory Plot located at Sinhgad Road , Pune for a consideration of Rs. 30 crores (Rupees Thirty crores). Execution of the same awaits necessary statutory clearances.
- 6) The Board of Directors at its meeting held on 16th December, 2005 has approved the issue of 29,91,031 Equity Shares of Rs. 10/- each for cash at a premium of Rs. 140/- per share, to the equity shareholders of the Company on rights basis in the ratio of Two Equity Shares for every Four Equity Shares held on the Record Date alongwith 14,95,516 Detachable Warrants in the ratio of 1 Detachable Warrant for every two such equity shares to be allotted under the Rights issue. The Detachable Warrants carries an option to apply for an Equity Share of Rs. 10/- each at a premium of Rs. 240/- per share during warrant exercise period. The total issue size including conversion of Warrants to Equity Shares, is Rs. 8225.34 Lacs. The Company has submitted Draft Letter of Offer to SEBI and Stock Exchanges on 23rd December, 2005. The in-principle approval for the same has been received from Stock Exchanges, SEBI approval is awaited.

FOR DEEPAK NITRITE LIMITED

D. C. MEHTA
MANAGING DIRECTOR

MUMBAI,
24th January, 2006