

Navin Fluorine International Limited
Regd. Office : Kalpataru Point, 1st Floor, Kamani Marg, Sion (E), Mumbai - 400 022
Audited Financial Results for the Year ended 31st March, 2006

(Rs. in Lacs)

Sl. No.	PARTICULARS	Nine months ended 31.12.2005 (Unaudited)	Quarter ended 31.03.2006 (Unaudited)	Quarter ended 31.03.2005 (Unaudited)	Year ended 31.03.2006 (Audited)	Year ended 31.03.2005 (Audited)	Consolidated Year ended 31.03.2006 (Audited)	Consolidated Year ended 31.03.2005 (Audited)
		(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Net sales/ income from operations	17,220.52	6,055.57	6,380.82	23,276.09	22,579.48	27,751.99	27,363.26
2	Other income	407.55	144.90	1,235.85	552.45	2,132.85	1,293.46	2,621.96
		17,628.07	6,200.47	7,616.67	23,828.54	24,712.33	29,045.45	29,985.22
3	Total expenditure							
	(A) (Increase)/ decrease in stocks	(497.55)	198.53	23.87	(299.02)	(187.91)	(490.56)	54.50
	(B) Consumption of raw materials/ purchase of trading goods	9,457.65	3,166.44	3,674.64	12,624.09	12,022.14	14,680.88	14,340.38
	(C) Staff Cost	1,121.75	392.53	386.01	1,514.28	1,266.59	1,792.66	1,533.42
	(D) Power and fuel	1,042.54	343.53	325.27	1,386.07	1,249.32	1,962.78	1,871.25
	(E) Other expenditure	3,460.44	1,659.96	1,567.46	5,120.40	4,784.02	5,858.30	5,534.47
4	Interest	581.01	236.77	175.83	817.78	710.67	1,128.44	914.50
5	Depreciation	551.38	198.95	168.52	750.33	656.68	1,367.83	1,226.73
		15,717.22	6,196.71	6,321.60	21,913.93	20,501.51	26,300.33	25,475.25
6	Profit before exceptional items and tax	1,910.85	3.76	1,295.07	1,914.61	4,210.82	2,745.12	4,509.97
7	Exceptional items							
	- Provision for doubtful advances	(120.57)	-	420.70	(120.57)	-	-	-
	- Provision for advances written back	-	-	7,229.30	-	7,229.30	-	7,229.30
	- Provision for diminution in value of long term investments	-	-	(5,940.00)	-	(5,940.00)	-	(5,940.00)
	- Loss on sale of long term investments	-	-	(2,970.08)	-	(2,970.08)	-	(2,970.08)
	- Stamp duty, registration and other expenses	-	-	-	-	(500.00)	-	(500.00)
8	Profit before tax	1,790.28	3.76	34.99	1,794.04	2,030.04	2,745.12	2,329.19
9	Provision for tax							
	Current tax	(571.00)	97.18	395.79	(473.82)	(441.71)	(814.32)	(566.31)
	Deferred tax	(7.00)	(415.00)	(1,275.00)	(422.00)	(1,346.00)	(291.53)	(1,280.52)
	Fringe benefit tax	(31.55)	(11.45)	-	(43.00)	-	(48.02)	-
10	Profit/ (loss) after tax	1,180.73	(325.51)	(844.22)	855.22	242.33	1,591.25	482.36
11	Minority interest						0.01	0.03
12	Profit after minority interest						1,591.26	482.39
13	Paid up equity share capital (Face value of Rs. 10/- per share)	1,005.97	1,008.83	757.81	1,008.83	757.81	1,008.83	757.81
14	Reserves excluding revaluation reserve				16,417.51	14,179.60	17,556.49	14,582.54
15	Earnings per share (in Rs.)							
	Basic	13.75	(3.22)	(12.51)	9.54	3.59	17.76	7.15
	Diluted	13.75	(3.22)	(10.72)	8.47	3.08	15.76	6.13
16	Aggregate of non-promoter shareholding of fully paid-up shares							
	- Number of shares	6,347,649	6,352,789	3,369,103	6,352,789	3,369,103	6,352,789	3,369,103
	- Percentage of shareholding	62.85	62.90	66.63	62.90	66.63	62.90	66.63
	Aggregate of non-promoter shareholding of partly paid-up shares							
	- Number of shares	-	-	2,978,248	-	2,978,248	-	2,978,248
	- Percentage of shareholding	-	-	59.05	-	59.05	-	59.05

Consolidated Segment-wise Revenue, Results and Capital Employed			
(Rs. in Lacs)			
Sl. No.	PARTICULARS	Consolidated Year ended 31.03.2006 (Audited)	Consolidated Year ended 31.03.2005 (Audited)
	Information about Primary Business Segments		
1	Segment revenue (net)		
	Chemicals	23276.09	22,579.48
	Textiles	4475.90	4,783.78
		27751.99	27,363.26
2	Segment Result		
	Chemicals	2531.57	4,715.60
	Textiles	637.37	241.46
	Interest and Financial charges	(1,128.44)	(914.50)
	Unallocated income (net of other unallocated expenses)	704.62	467.41
	Profit before exceptional items and tax	2745.12	4,509.97
	Exceptional items		
	- Provision for advances written back	-	7,229.30
	- Provision for diminution in value of long term investments	-	(5,940.00)
	- Loss on sale of long term investments	-	(2,970.08)
	- Stamp duty, registration and other expenses	-	(500.00)
	Profit before tax	2,745.12	2,329.19
3	Capital employed (segment assets - segment liabilities)		
	Chemicals	24,271.00	17,819.73
	Textiles	4072.14	4,331.10

Notes

1. The Company issued and allotted (on 20th October 2004) 50,43,553 equity shares of Rs. 10/- each on rights basis at a price of Rs. 60/- per share (including premium), Rs. 30/- per share (including premium of Rs. 25/-) paid up. The Company completed the process of making the first and final call for the balance Rs. 30/- (including premium of Rs. 25/-) per share in September, 2005.

2. As per the sanctioned scheme (SS) of the Board of Industrial and Financial Reconstruction, dated 30th October 2002, of Mafatlal Industries Limited (MIL), Sulakshana Securities Limited (SSL), has been created to take over certain identified assets and term loan liabilities of MIL with the objective of repaying them by disposing off the assets thus transferred. As mandated in the SS, the Company has executed corporate guarantees during the year in favour of the secured term lenders (of MIL)/ their trustees. In the event that any of these are invoked or that the Company is called upon to repay any of such term loan liabilities of MIL transferred to SSL, the Company will have the rights as available to a guarantor under sections 140 and 141 of the Indian Contracts Act on the remaining assets of SSL. The total amount of corporate guarantees given and outstanding as at the year end aggregate to Rs. 2,698.00 lacs. In terms of one such guarantee, given to the Industrial Development Bank of India for Rs. 1,000.00 lacs, under a 'debt-asset swap' agreement for settlement of its dues, the Company is required to create a reserve of Rs. 1,000.00 lacs equitably over four years beginning current year. Accordingly, an amount of Rs. 250.00 lacs has been credited to Contingency reserve. During the year, the Company also discharged one of the term loan liabilities of MIL (transferred to SSL) by paying amounts, aggregating to Rs. 718.57 lacs, including interest of Rs. 120.57 lacs. This interest, recoverable from SSL, has been provided for and disclosed as an exceptional item.

3. The Board of Directors have recommended a dividend of 30% for the year on equity shares, as under:

- Rs. 3/- per share on 5,056,336 fully paid shares of the nominal value of Rs. 10/- each;
- For 5,043,553 partly paid up shares whose first and final call was made during the year 2005-06:
- Re. 0.68 per share, pro-rata from the first day till 12th September, 2005, last date of receiving the call money; and
- Re. 1.64 per share on these shares (less 23,104 shares where calls are in arrears) after them becoming fully paid.

Aggregate amount of dividend payable on partly paid shares Rs. 34.20 lacs and on fully paid shares is Rs. 234.22 lacs

4. Other income for the year ended 31st March, 2006, includes Rs. 58.70 lacs (previous year, Rs. 1,553.39 lacs) in respect of profit on sale of surplus land at Bhestan, Surat. There was no such profit in the quarter ended 31st March, 2006 (corresponding quarter in the previous year, Rs. 1,005.79 lacs).

5. There were no complaints from investors pending at the beginning of the quarter. The Company received and resolved sixteen (one hundred and two complaints during the year) such complaints during the quarter and consequently there are no complaints pending at the end of the quarter/ year.

6. Mr. Vinesh Sadekar assumed Office as the Managing Director effective 1st February, 2006. Simultaneously, Mr. Hrishikesh Mafatlal, has been re-designated as Chairman. Mr. Dattatreya Umalkar, the CEO demitted Office effective 1st February, 2006.

7. The consolidated results include the financial results of two subsidiaries, SSL and Urvija Associates and a joint venture, Mafatlal Burlington Industries Limited (MBIL). The numbers of the other joint venture, Molex Mafatlal Micron Private Limited, have not been consolidated as its audited financial statements were not available.

8. MBIL (now known as Mafatlal Denim Limited) ceased to be joint venture after 31st March, 2006 in terms of Accounting Standard (AS) 27 on 'Financial Reporting of Interests in Joint Ventures'. It however continues as an associate of the Company in terms of AS 23 on 'Accounting for Investments in Associates in Consolidated Financial Statements'.

9. The Company operates solely in the chemical business segment, but there are two reportable (primary) business segments in the consolidated financial statements, chemicals and textiles.

10. Previous period's/ year's figures have been regrouped, wherever necessary, to correspond with those of the current period/ year

11. The results of the quarter/ year ended 31st March, 2006 have been taken on record by the Board of Directors at its meeting held on 2nd May, 2006

For Navin Fluorine International Limited

(H.A. Mafatlal)
Chairman

Mumbai, dated, 2nd May, 2006