

The Board of Directors
Graphite India Limited
31, Chowringhee Road
Kolkata-700016

1. We have reviewed the accompanying Unaudited Financial Results for the quarter and the nine months ended 31st December, 2011 in which are included the results for the quarter ended 31st December, 2011 (the "Statement") of Graphite India Limited, except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. We have only traced the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.



Kolkata
14th February, 2012

For Price Waterhouse
Firm Registration Number: 301112E.
Chartered Accountants

A handwritten signature in black ink, appearing to read "P. Law".

[P. Law]
Partner
Membership Number: 51790.



GRAPHITE INDIA LIMITED

Regd. Office: 31, Chowringhee Road, Kolkata 700 016

Unaudited Financial Results for the quarter and the nine months ended 31st December, 2011

(₹ in Lakhs)

| Particulars | Quarter ended 31st December | Quarter ended 30th September | Quarter ended 31st December | Nine months ended 31st December | | Year ended 31st March, 2011 (Audited) |
|--|--------------------------------|---------------------------------|--------------------------------|------------------------------------|---------------|--|
| | 2011 | 2011 | 2010 | 2011 | 2010 | |
| Gross Sales/Income from Operations | 45,183 | 47,919 | 35,175 | 126,571 | 96,165 | 128,004 |
| Less: Excise Duty on Sales | 1,585 | 1,763 | 1,430 | 4,965 | 4,210 | 5,744 |
| Net Sales/Income from Operations | 43,598 | 46,156 | 33,745 | 121,606 | 91,955 | 122,260 |
| Other Operating Income | - | - | - | - | - | - |
| Total Income | 43,598 | 46,156 | 33,745 | 121,606 | 91,955 | 122,260 |
| Expenditure | | | | | | |
| (Increase)/decrease in stock in trade and work in progress | 588 | 3,700 | (2,934) | 2,394 | (6,081) | (12,222) |
| Consumption of raw materials | 17,977 | 16,741 | 16,503 | 49,126 | 42,507 | 59,713 |
| Consumption of stores and spare parts | 5,075 | 5,162 | 3,677 | 14,401 | 9,453 | 13,746 |
| Purchase of traded goods | - | - | - | - | - | - |
| Employees cost | 2,629 | 2,227 | 2,401 | 6,918 | 6,273 | 8,440 |
| Electricity charges | 4,516 | 4,172 | 3,630 | 12,610 | 9,273 | 12,772 |
| Depreciation | 994 | 989 | 987 | 2,968 | 2,955 | 3,933 |
| Other expenditure | 3,952 | 6,595 | 3,148 | 13,592 | 8,490 | 11,896 |
| Total | 35,731 | 39,586 | 27,412 | 102,009 | 72,870 | 98,278 |
| Profit from Operations before Other Income, Interest & Exceptional Items | 7,867 | 6,570 | 6,333 | 19,597 | 19,085 | 23,982 |
| Other Income | 730 | 112 | 371 | 1,533 | 1,691 | 3,377 |
| Profit before Interest & Exceptional Items | 8,597 | 6,682 | 6,704 | 21,130 | 20,776 | 27,359 |
| Interest | 321 | 250 | 88 | 835 | 225 | 504 |
| Profit after Interest but before Exceptional Items | 8,276 | 6,432 | 6,616 | 20,295 | 20,551 | 26,855 |
| Exceptional items- Payments under Voluntary Retirement Scheme | - | - | - | - | 1,273 | 1,273 |
| Profit from Ordinary Activities before tax | 8,276 | 6,432 | 6,616 | 20,295 | 19,278 | 25,582 |
| Tax expense | | | | | | |
| - Current and deferred | 2,695 | 2,280 | 2,196 | 6,875 | 6,500 | 8,350 |
| - Excess provision for Fringe Benefit Tax written back | (37) | (36) | - | (73) | - | - |
| Net Profit from Ordinary Activities after tax | 5,618 | 4,188 | 4,420 | 13,493 | 12,778 | 17,232 |
| Extraordinary Item | - | - | - | - | - | - |
| Net Profit for the period | 5,618 | 4,188 | 4,420 | 13,493 | 12,778 | 17,232 |
| Paid-up equity share capital (Face Value ₹ 2/- each) | 3,908 | 3,908 | 3,908 | 3,908 | 3,908 | 3,908 |
| Reserves excluding Revaluation Reserve | | | | | | 136,442 |
| Earnings Per Share (EPS) -Face Value ₹ 2/- each | | | | | | |
| Basic EPS (₹) | 2.88 | 2.14 | 2.39 | 6.91 | 6.91 | 9.19 |
| Diluted EPS (₹) | 2.88 | 2.14 | 2.26 | 6.91 | 6.54 | 8.82 |
| Earnings Per Share (EPS) excluding Exceptional Items-Face Value ₹ 2/- each | | | | | | |
| Basic EPS (₹) | 2.88 | 2.14 | 2.39 | 6.91 | 7.37 | 9.65 |
| Diluted EPS (₹) | 2.88 | 2.14 | 2.26 | 6.91 | 6.97 | 9.26 |
| Public shareholding | | | | | | |
| - Number of shares | 73,793,736 | 78,138,736 | 83,558,735 | 73,793,736 | 83,558,735 | 83,558,735 |
| - Percentage of shareholding | 37.77 | 39.99 | 42.77 | 37.77 | 42.77 | 42.77 |
| Promoters and Promoter group shareholding | | | | | | |
| a) Pledged/Encumbered | | | | | | |
| - Number of shares | - | - | - | - | - | - |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | - | - | - | - | - | - |
| - Percentage of shares (as a % of the total share capital of the company) | - | - | - | - | - | - |
| b) Non-encumbered | | | | | | |
| - Number of shares | 121,581,858 | 117,236,858 | 111,816,859 | 121,581,858 | 111,816,859 | 111,816,859 |
| - Percentage of shares (as a % of the total shareholding of the promoter and promoter group) | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 | 100.00 |
| - Percentage of shares (as a % of the total share capital of the company) | 62.23 | 60.01 | 57.23 | 62.23 | 57.23 | 57.23 |

Handwritten signature/initials



GRAPHITE INDIA LIMITED
Segment Reporting as per Clause 41 of the Listing Agreement

(₹ in Lakhs)

| Particulars | Quarter ended 31st December | Quarter ended 30th September | Quarter ended 31st December | Nine months ended 31st December | | Year ended 31st March |
|---|--------------------------------|---------------------------------|--------------------------------|------------------------------------|----------------|--------------------------|
| | 2011 | 2011 | 2010 | 2011 | 2010 | 2011 (Audited) |
| 1 SEGMENT REVENUE - | | | | | | |
| Graphite and Carbon | 37,328 | 39,828 | 29,370 | 104,340 | 78,021 | 103,123 |
| Power | 778 | 1,127 | 881 | 2,492 | 2,399 | 3,446 |
| Steel | 2,952 | 2,766 | 2,550 | 6,632 | 7,048 | 8,021 |
| Unallocated | 3,693 | 3,833 | 2,145 | 11,419 | 7,503 | 11,947 |
| Total | 44,751 | 47,554 | 34,946 | 124,883 | 94,971 | 126,537 |
| Less: Inter Segment Revenue | 1,153 | 1,398 | 1,201 | 3,277 | 3,016 | 4,277 |
| Sales/Income from Operations-Net | 43,598 | 46,156 | 33,745 | 121,606 | 91,955 | 122,260 |
| 2 SEGMENT RESULTS - | | | | | | |
| Profit before tax and interest | | | | | | |
| Graphite and Carbon | 8,331 | 6,360 | 5,449 | 19,790 | 15,545 * | 20,425 * |
| Power | 574 | 993 | 714 | 1,939 | 1,866 | 2,567 |
| Steel | 92 | 122 | 78 | 32 | 122 | 61 |
| Unallocated | 403 | 904 | 624 | 2,037 | 2,005 | 3,277 |
| Total | 9,400 | 8,379 | 6,865 | 23,798 | 19,538 | 26,330 |
| Less: | | | | | | |
| Interest | 321 | 250 | 88 | 835 | 225 | 504 |
| Other un-allocable expenditure/(income)(net) | 803 | 1,697 | 161 | 2,668 | 35 | 244 |
| Total Profit Before Tax | 8,276 | 6,432 | 6,616 | 20,295 | 19,278 | 25,582 |
| 3 CAPITAL EMPLOYED - (Segment Assets - Segment Liabilities) | | | | | | |
| Graphite and Carbon | 154,124 | 147,857 | 117,219 | 154,124 | 117,219 | 131,878 |
| Power | 4,917 | 5,080 | 5,499 | 4,917 | 5,499 | 5,245 |
| Steel | 17,297 | 17,338 | 17,778 | 17,297 | 17,778 | 17,762 |
| Unallocated | 10,671 | 10,580 | 9,890 | 10,671 | 9,890 | 10,574 |
| Total | 187,009 | 180,855 | 150,386 | 187,009 | 150,386 | 165,459 |

* after exceptional item

K. P.

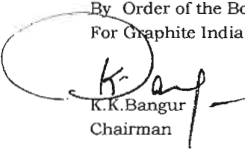


GRAPHITE INDIA LIMITED

Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 14th February, 2012. The Auditors of the Company have carried out a Limited Review of the financial results for the quarter and the nine months ended 31st December, 2011 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.
- 2 Pursuant to the Notification No. G.S.R. 914(E) dated 29th December, 2011, issued by the Ministry of Corporate Affairs, Government of India, the Company has exercised the option as set out in paragraph 46A of the Accounting Standard 11 on The Effects of Changes in Foreign Exchange Rates. Accordingly, exchange differences amounting to ₹ 2269 lakhs (₹ 1195 lakhs relates to quarter ended 31st December, 2011 and ₹ 1074 lakhs relates to previous quarters) arising on restatement of long term foreign currency loans obtained for the purpose of acquisition of depreciable capital assets, have been added to related capital work-in-progress of Graphite and Carbon Segment during the quarter ended 31st December, 2011. Such exchange differences were hitherto recognised as income or expense in the period in which they arose. Had the Company followed the earlier method of accounting for such exchange differences, the amount of capital work-in-progress would have been lower by ₹ 2269 lakhs as at the period end with corresponding decrease in the 'Profit from Ordinary Activities before tax/'Net Profit' for the quarter and the nine months ended 31st December, 2011.
- 3 Generation of power at hydro electrical plants is seasonal in nature.
- 4 No investor complaint was pending at the beginning of the quarter. During the quarter, ten complaints were received. All the complaints were disposed off / attended to and no complaint was pending as on 31st December, 2011.
- 5 Figures for the previous year/period have been re-grouped / re-arranged wherever necessary.

By Order of the Board
For Graphite India Limited


K.K. Bangur
Chairman

Place : Kolkata
Date : 14th February, 2012

