

ENGLISH INDIAN CLAYS LIMITED

(AN ISO 9001: 2000 COMPANY)

Corporate Office : Global Business Park, 801-803, Tower-B, Gurgaon - 122 001 (HARYANA)

Registered Office : TC-79/4, Veli, Thiruvananthapuram - 695 021 (KERALA)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED SEPTEMBER 30, 2006

Rs in lacs

Sl. No.	Description	Quarter ended 30.9.2006	Quarter ended 30.9.2005	Half-year ended 30.9.2006	Half-year ended 30.9.2005	Accounting year ended 31.3.2006 Audited
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	SALES	6418.87	5,332.37	11,951.00	10,047.03	20,742.92
	Less : Excise Duty	294.05	261.64	549.27	532.11	1,141.86
	Net Sales	6124.82	5070.73	11,401.73	9,514.92	19,601.06
2	OTHER INCOME	48.25	15.17	116.11	24.17	944.58
3	TOTAL INCOME	6,173.07	5,085.90	11,517.84	9,539.09	20,545.64
4	TOTAL EXPENDITURE	5,033.73	4,186.71	9,596.93	7,863.94	16,363.62
	a) (Increase)/Decrease in stock in trade	234.96	113.67	129.15	27.03	(93.30)
	b) Mining & Manufacturing Expenses	3750.67	3,152.95	7,246.24	5,984.16	12,575.32
	c) Staff cost	440.51	399.78	1,063.17	867.31	1,633.63
	d) Other Expenditure	607.59	520.31	1,158.37	985.44	2,247.97
5	OPERATING PROFIT (PBIDT)	1,139.34	899.19	1,920.91	1,675.15	4,182.02
6	INTEREST (NET)	258.86	268.27	503.83	535.80	982.57
7	PROFIT AFTER INTEREST BUT BEFORE DEPRECIATION AND TAXATION	880.48	630.92	1,417.08	1,139.35	3,199.45
8	DEPRECIATION	192.08	179.59	381.86	357.84	750.66
9	TAX EXPENSE					
	- Current Tax (including fringe benefit tax Rs 15 lacs)	253.99	234.54	383.57	246.16	576.00
	- Provision relating to earlier years/(written back)	0.00	13.97	-	24.40	24.41
	- Deferred Tax	(23.04)	(68.04)	(24.22)	51.59	82.06
10	NET PROFIT/(LOSS)	457.45	270.86	675.87	459.36	1,766.32
11	EQUITY CAPITAL					
	(Face value Rs 10/- per Share)	446.90	446.90	446.90	446.90	446.90
	PREFERENCE SHARE CAPITAL					
	(Face value Rs 100/- per Share)	3,000.00	1,000.00	3,000.00	1,000.00	1,000.00
12	RESERVES EXCLUDING REVALUATION RESERVES					8,364.78
13	EARNINGS PER SHARE - BASIC (Not Annualised)	9.18	5.42	13.43	9.00	36.97
14	EARNINGS PER SHARE - DILUTED (Not Annualised)	2.93	1.31	4.27	2.19	8.94
15	NON-PROMOTERS HOLDING					
	- NUMBER OF SHARES	708,211	708,211	708,211	708,211	708,211
	- PERCENTAGE OF HOLDINGS (%)	15.85	15.85	15.85	15.85	15.85

Rs in lacs

Sl. No.	Description	Quarter ended 30.9.2006	Quarter ended 30.9.2005	Half-year ended 30.9.2006	Half-year ended 30.9.2005	Accounting year ended 31.3.2006 Audited
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Segment Revenue					
	Net Sales/income from the Segment					
	a) Clay Products	3,094.75	2,587.79	5,918.57	4,657.03	9,304.39
	b) Starch & Allied Products	3,040.47	2,498.11	5,502.32	4,882.06	10,392.85
	c) Investments	29.56	-	88.66	-	810.18
		6,164.78	5,085.90	11,509.55	9,539.09	20,507.42
2	Segment Results					
	Profit before tax and interest from each segment					
	a) Clay Products	777.85	660.46	1,391.86	1,187.75	2,396.14
	b) Starch & Allied Products	149.97	80.24	162.31	194.12	389.35
	c) Investments	29.56	-	88.66	-	810.18
		957.38	740.70	1,642.83	1,381.87	3,595.67
	Less :					
	i) Un-allocated expenses (Net)	10.12	21.10	103.78	64.56	164.31
	ii) Interest expense/income	258.86	268.27	503.83	535.80	982.57
	iii) Income taxes	230.95	180.47	359.35	322.15	682.47
3	Net Profit as per Profit & Loss Account	457.45	270.86	675.87	459.36	1,766.32
4	Capital employed					
	Segment Assets /less Segment Liabilities					
	a) Clay Products	12,917.47	12,013.71	12,917.47	12,013.71	12,304.52
	b) Starch Product	4,780.50	4,700.54	4,780.50	4,700.54	5,177.92
	c) Investments	4,554.80	4,449.69	4,554.80	4,449.69	1,785.58
	d) Un-allocated	(9,933.43)	(12,026.70)	(9,933.43)	(12,026.70)	(9,448.24)
	Total	12,319.34	9,137.24	12,319.34	9,137.24	9,819.78

Notes :

- During the period under review, the Company has implemented a VRS at its Starch Division, Yamunanagar and the above accounts include the impact of the same of Rs.95 lacs.
- The impact of actuarial valuation of retirement benefits in accordance with revised AS-15 issued by the Institute of Chartered Accountants of India has been incorporated in these accounts.
- As per the Accounting Policy on Foreign Currency transactions followed by the Company in the previous year, provision for the period on account of derivative transactions outstanding works out to Rs.182 lacs which has not been provided for. In the previous year, the provision on account of same was done at the year end. However, Derivative transactions are considered as off-balance sheet items and cash flow arising therefrom are recognised in the books of accounts as and when the settlements take place in accordance with the terms of the respective contracts.
- Status of Investor Complaints for the quarter ended September 30, 2006 :

No of Complaints			
Pending as at 1.07.2006	Received during the quarter	Attended to during the quarter	Pending as at 30.9.2006
Nil	2	2	Nil

- Figures for the previous period/year have been regrouped and rearranged to conform to the current period classification.
- The above results for the quarter/half year ended September 30, 2006 have been approved by the Board of Directors at its meeting held on October 30, 2006.

For English Indian Clays Limited

Place : Gurgaon
Date : 30th October, 2006

D Kohli
Executive Director