

United Phosphorus Limited

Regd. Office: 3-11,G.I.D.C., Vapi, Dist: Valsad, Gujarat - 396 195

**Unaudited Financial Results
For the Quarter ended 30th September,2006**

(Rs in lacs)

Particulars	Quarter ended 30.09.2006	Quarter ended 30.09.2005	Half Year ended 30.09.2006	Half Year ended 30.09.2005	Year ended 31.03.2006 (Audited)
1 Sales and Operating Income (Net of Excise duty and Rebates and Discounts)	36,314	28,904	65,212	52,632	125,928
2 Other Income	2,789	463	3,856	860	3,464
3 Total Expenditure					
a) (Increase)/Decrease in Stock in Trade	(1,645)	(2,897)	(4,798)	(7,011)	(3,119)
b) Consumption of Raw Materials and Purchase of Traded goods	19,801	16,153	34,762	30,901	60,061
c) Staff Cost	1,686	1,506	3,264	2,902	5,868
d) Other Expenditure	9,711	7,753	17,824	14,149	35,149
4 Profit before Interest, Depreciation, Amortisation of Expenses and Taxes (1+2-3)	9,550	6,852	18,016	12,551	31,433
5 Interest & Other Finance Charges (net)	1,387	2,175	6,251	4,031	8,477
6 Depreciation/ Amortisation	2,112	2,209	4,166	3,841	8,010
7 Profit before Taxation and Prior Period Adjustments (4-5-6)	6,051	2,468	7,599	4,679	14,946
8 Provision for Taxation - Current	663	184	825	369	1,230
- MAT Credit Entitlement	(663)	(184)	(825)	(369)	(1,215)
- Deferred	2,012	778	2,522	1,528	3,035
- Fringe Benefit Tax	41	40	81	85	245
9 Net Profit after Taxation (7-8)	3,998	1,650	4,996	3,066	11,651
10 Prior Period Adjustments	46	194	113	210	259
11 Net Profit after Tax and Prior Period Adjustments (9-10)	3,952	1,456	4,883	2,856	11,392
12 Paid up Equity Share Capital	3,744	3,398	3,744	3,398	3,743
13 Reserves excluding Revaluation Reserves					103,297
14 Basic Earnings per Share of Rs. 2.00 each (Rs.)	2.11	0.87	2.61	1.70	6.63
Diluted Earnings per Share of Rs. 2.00 each (Rs.)	1.97	0.86	2.46	1.69	6.57
15 Aggregate of non - promoters shareholding					
Number of Shares	131,792,590	114,472,895	131,792,590	114,472,895	131,730,622
Percentage of Shareholding	70.40%	67.38%	70.40%	67.38%	70.39%

NOTES

1 The above Unaudited Financial Results were reviewed by the Audit Committee and thereafter approved at the Meeting of the Board of Directors held on 31st October, 2006. The Statutory Auditors have carried out a Limited Review of the said results.

2 The Company made an issue of Foreign Currency Convertible Bond (FCCB's) aggregating to U S \$ 75 million, on 6th October, 2004 and US \$150 million on 6th January 2006. FCCB's aggregating to US \$ 143.96 million have been converted into equity shares resulting in increase in the paid up capital of the Company to Rs 37.44 crores.

3 Other Income includes Rs. 1643 lacs for the quarter and Rs. 2134 lacs for the half year ending September 2006 respectively towards income arising due to foreign exchange fluctuations at the time of redemption of investments in subsidiaries.

4 In accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax (MAT) under the Income-Tax Act, issued by the Council of the Institute of Chartered Accountants of India on 23rd March 2006, the Company has charged MAT for the current quarter to the Profit and Loss Account and recognised this MAT credit as an asset in the current quarter under the head "Loans and Advances". Similar adjustment has been made for the previous half year (April to Sept 2005) and previous quarter (July to Sept 2005) due to which the profit after tax is higher by Rs. 369 lacs and Rs. 184 lacs respectively than reported in the previous periods results.

5 During the quarter, the Company has through its subsidiary :

- (i) increased its shareholding to 100 % in CropServe (Pty) Ltd., South Africa ;
- (ii) purchased certain crop protection products from Bayer CropScience, Germany ;
- (iii) acquired Bensulfuron- methyl business from Du Pont, USA.

6 The details of investors complaints (as informed by Sharepro Services, Registrar and Transfer Agent of the Company) : There were no investors complaints pending at the beginning of the quarter. The Company has received 147 complaints from the investors during the quarter and all the complaints were resolved. There were no complaints lying unresolved at the end of the quarter.

7 Previous periods/ years figures have been regrouped/ rearranged wherever necessary.

Place : Mumbai
Date : 31st October 2006

R D Shroff
Chairman and Managing Director