

VINYL CHEMICALS (INDIA) LTD.

REGD. OFFICE: 7th Floor, Regent Chambers, Jamnalal Bajaj Marg,
208, Nariman Point, Mumbai 400 021.

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30.9.2008

(Rs. in lac)

| Sr. No. | Particulars | (Unaudited) | | | | (Audited) |
|---------|--|-----------------------|-----------|-------------------------|-----------|--------------------|
| | | For the Quarter ended | | For the Half Year ended | | For the Year ended |
| | | 30.9.2008 | 30.9.2007 | 30.9.2008 | 30.9.2007 | 31.3.2008 |
| 1. | Gross Sales | 1408 | 6610 | 5446 | 11509 | 9130 |
| | Less:Excise Duty | - | 663 | - | 746 | - |
| | a) Net Sales/Income from Operation | 1408 | 5947 | 5446 | 10763 | 9130 |
| | b) Other Operating Income | 34 | 73 | 227 | 114 | 47 |
| | Total Income | 1442 | 6020 | 5673 | 10877 | 9177 |
| 2. | Expenditure | | | | | |
| | a) (Increase)/Decrease in stock in trade | 370 | 28 | 758 | 793 | 744 |
| | b) Consumption of raw materials | - | 3274 | - | 3530 | - |
| | c) Purchase of traded goods | 1068 | 1756 | 4662 | 5292 | 8154 |
| | d) Employees cost | 14 | 126 | 37 | 259 | 61 |
| | e) Depreciation | - | 102 | - | 207 | 1 |
| | f) Other expenditure | 19 | 442 | 53 | 574 | 60 |
| | g) Total | 1471 | 5728 | 5510 | 10655 | 9020 |
| 3. | Profit/(Loss) from Operations before Other Income Interest & Exceptional Items | (29) | 292 | 163 | 222 | 157 |
| 4. | Other Income | 18 | 11 | 18 | 22 | (6) |
| 5. | Profit/(Loss) before Interest & Exceptional items | (11) | 303 | 181 | 244 | 151 |
| 6. | Interest (Net) | - | 50 | - | 110 | - |
| 7. | Profit/(Loss) after Interest but before Exceptional items | (11) | 253 | 181 | 134 | 151 |
| 8. | Exceptional items | - | - | - | - | - |
| 9. | Profit/(Loss) from Ordinary Activities before Exchange rate Difference and Tax | (11) | 253 | 181 | 134 | 151 |
| 10. | Exchange rate Difference - Expense/(Income) | 116 | (23) | 211 | (188) | (189) |
| 11. | Profit/(Loss) from Ordinary Activities before Tax | (127) | 276 | (30) | 322 | 340 |
| 12. | Tax expense | | | | | |
| | a) Provision for Taxation # | (33) | 37 | - | 43 | 119 |
| | b) Deferred Tax Provision/(Credit) | (10) | 132 | (10) | 112 | - |
| 13. | Net Profit/(Loss) from Ordinary Activities after Tax | (84) | 107 | (20) | 167 | 221 |
| 14. | Extraordinary item (net of tax expense Rs Nil) | - | 36 | - | 36 | - |
| 15. | Net Profit/(Loss) for the period/year | (84) | 143 | (20) | 203 | 221 |
| 16. | Paid-up Equity Share Capital | 183 | 1834 | 183 | 1834 | 183 |
| | Face Value of Share:Re./Rs. | 1 | 10 | 1 | 10 | 1 |
| 17. | Reserves excluding Revaluation Reserve | | | | | 87 |
| 18. | Earning Per Share (EPS) in Rs. | | | | | |
| | a) Basic and Diluted EPS before Extraordinary item | @ (0.46) | @ 0.58 | @ (0.11) | @ 0.91 | 1.20 |
| | b) Basic and Diluted EPS after Extraordinary item | @ (0.46) | @ 0.78 | @ (0.11) | @ 1.11 | 1.20 |
| 19. | Public shareholding | | | | | |
| | - Number of shares | 9068169 | 9067969 | 9068169 | 9067969 | 9068169 |
| | - Face Value of shares: Re./Rs. | 1 | 10 | 1 | 10 | 1 |
| | - Percentage of shareholding | 49.45 | 49.45 | 49.45 | 49.45 | 49.45 |

Provision for Taxation includes Fringe Benefit Tax

@ For the period only and not annualised.

Contd.2..

NOTES:

1. The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at the meetings held on 14th October 2008.
2. The Statutory Auditors have carried out a limited review of the financial results for the quarter ended 30th September 2008.
3. The Company's VAM Manufacturing Undertaking at Mahad demerged into Pidilite Industries Ltd.(PIL) w.e.f. 1st April 2007 pursuant to the Scheme of Demerger sanctioned by the Hon'ble High Court of Judicature at Bombay on 14th December 2007 (Effective date 18th January 2008). Accordingly, the figures for the quarter and half year ended 30th September 2008 and year ended 31st March 2008 are for Remaining Business and do not include figures of said demerged Manufacturing Undertaking and hence not comparable with corresponding figures for the quarter and half year ended 30th September 2007 which included figures of the said demerged Undertaking.
4. The Company's current business activity has only one primary reportable segment, namely Trading in Chemicals.
5. Information on investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th September 2008:

| Opening balance | Additions | Disposals | Closing balance |
|-----------------|-----------|-----------|-----------------|
| nil | 4 | 4 | nil |

6. Previous period's figures are regrouped wherever necessary.

Mumbai
Dated 14th October 2008.

M.B.PAREKH
Managing Director