

Press Release

Panama Petrochem posts ` 1133 Lakhs profit in Q2

Declares Interim Dividend @ 30%

Mumbai, November 15, 2011: The Board of Directors of Panama Petrochem Ltd. (PPL) recently approved the unaudited results for the second quarter ended September 30, 2011. Panama Petrochem Ltd is one of the leading manufacturers and exporters of petroleum specialty products.

Highlights of the quarter ended September 30, 2011:

1. **Q2 FY12 sales** at ` 17305 Lakhs as compared to ` 9753 Lakhs recorded in the corresponding quarter of the previous year; up by 77% **YoY**
2. **Q2 FY12 net profit** at ` 1133 Lakhs as compared to a profit of ` 1086 Lakhs recorded in the corresponding quarter of the previous year
3. **Q2 FY12 operating margins** are at 14%
4. **Q2 FY12 net profit margins** are at 7%

Highlights of the half-year ended September 30, 2011:

1. **H1 FY12 sales** at ` 30107 Lakhs as compared to ` 22468 Lakhs recorded in the corresponding H1 of the previous year; up by 34% **YoY**
2. **H1 FY12 net profit** at ` 2342 Lakhs as compared to ` 1980 Lakhs recorded in the corresponding H1 of the previous year; up by 18 % **YoY**
3. **H1 FY12 operating margins** are at 15%
4. **H1 FY12 net profit margins** are at 8%

The Board of Directors of the Company in its meeting held on November 14, 2011, has declared interim dividend @ 30% (i.e. Rs. 3/- per share of Rs. 10/- each for the financial year 2011-12.

Panama Petrochem Ltd.

401, Aza House, 24, Turner Road, Next to Andhra Bank, Bandra (W), Mumbai - 400 050. India

Commenting on the performance, **Mr. Amir Rayani, Chairman, said,** “The Company recently started its operation in Dahej plant which helped to increase the turnover of the company. We believe that the Company’s total sales will go up to 1300 Crores by the end of the Financial year 2013-14 and net profit will reach to 150 Crores.”

About Panama Petrochem Ltd.

Panama Petrochem Ltd. is one of India’s leading manufacturers and exporters of petroleum specialty products. Panama Petrochem supplies petroleum products to various industries like Inks and Resins, Textiles, Rubber, Pharmaceuticals, Cosmetics, Power and Cables. The company also furnishes various products to Power Generation Boards and Atomic Research Centers. The company started its operations in 1975.

Company’s business is spread across India in the form of four manufacturing plants at Ankleshwar (Gujarat), Daman (Union Territory), Taloja (Dist. Raigadh) and new plant in Special Economic Zone in Dahej. The plant is being developed in two Phases. Construction of Phase I of the Dahej plant with a capacity of 30,000 metric tonnes was completed in August 2010. The Phase I facility is equipped with the latest technology to manufacture various petroleum fractions suitable to feed the requirements of the Drilling & Mining Industries. The Dahej plant will rapidly grow to become a major logistic hub for the Import & Export of bulk liquids & containers, which will help Panama Petrochem Ltd. to expand its businesses with the international markets and subsequently reduce logistic costs. This phase houses the Distillation & Refining Units. Construction for Phase II of the Dahej Plant which has a capacity of 70,000 metric tonnes has started shortly.

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