

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2006

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED  
 FOR THE QUARTER ENDED 30TH SEPTEMBER 2006

Particulars	(Rs in Crores)				
	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
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>NET SALES TURNOVER</b>	(1) 235.45	196.86	414.77	369.65	775.67
<b>OTHER INCOME</b>	(2) 5.81	5.14	10.19	9.94	25.74
<b>NET INCOME (1+2)</b>	241.26	202.00	424.96	379.59	801.41
<b>Less -</b>					
<b>TOTAL EXPENDITURE</b>	(3) 186.11	155.80	321.82	293.85	612.08
a) (Inc.)/ Dec. in Stock-in-trade	6.82	3.39	(11.49)	(0.99)	0.13
b) (Inc.)/ Dec. in Stock of Rawmaterials	10.76	13.27	0.59	10.72	(3.30)
c) Raw materials & Chemicals	62.14	64.84	125.18	114.31	239.77
d) Power, Fuel & Water Charges	46.83	25.89	90.97	72.14	167.92
e) Personnel Expenses	15.60	12.82	30.63	25.64	51.67
f) Repairs and Maintenance	14.21	11.63	23.46	22.47	45.46
g) Other expenditure	29.75	23.76	56.48	49.56	110.43
<b>INTEREST AND FINANCE CHARGES</b>	(4) 5.60	4.34	10.92	8.61	20.29
<b>PROFIT BEFORE DEPRECIATION (1+2-3-4)</b>	49.55	41.86	92.22	77.13	189.04
<b>Less -</b>					
<b>DEPRECIATION</b>	(5) 16.09	15.78	31.89	31.00	62.50
<b>PROFIT BEFORE PRIOR PERIOD/EXCEPTIONAL ITEMS (1+2-3-4-5)</b>	(6) 33.46	26.08	60.33	46.13	106.54
Less: Prior Period / Exceptional Items	(7) 0.00	0.00	0.00	0.00	5.07
<b>PROFIT BEFORE TAX (1+2-3-4-5-6-7)</b>	(8) 33.46	26.08	60.33	46.13	101.47
<b>Less -</b>					
<b>PROVISION FOR TAX</b>	(9) 10.23	9.69	18.34	17.89	36.51
- Current Tax	(10) (0.11)	(1.94)	(0.26)	(3.39)	(13.81)
- Deferred Tax	(11) 0.11	0.18	0.24	0.34	0.95
- Fringe Benefit Tax	(12) 0.00	0.00	0.00	0.00	(2.73)
- Reversal of excess Tax provision	(13) 23.23	18.15	42.03	31.29	80.55
<b>PROFIT AFTER TAX (8-9-10-11-12)</b>					
<b>Paid up EQUITY SHARE CAPITAL</b> (Equity shares of Rs. 10/- each)	(14)				69.21
<b>RESERVES EXCLUDING REVALUATION RESERVES</b>	(15)				453.14
<b>EARNINGS PER SHARE</b>					
- Basic before Prior Period/Exceptional Items (Rs.)*	(16) 3.36	2.62	6.07	4.51	12.39
- Diluted before Prior Period/Exceptional Items (Rs.)*	(17) 3.36	2.61	6.07	4.49	12.37
- Basic after Prior Period/Exceptional Items (Rs.)*	(18) 3.36	2.62	6.07	4.51	11.66
- Diluted after Prior Period/Exceptional Items (Rs.)*	(19) 3.36	2.61	6.07	4.49	11.64
<b>AGGREGATE OF NON PROMOTER SHAREHOLDING</b>	(20)				
- NUMBER OF SHARES	44765700	45193100	44765700	45193100	44765700
- PERCENTAGE OF SHAREHOLDING	64.68	64.90	64.68	64.90	64.68

\* Not Annualised

Particulars	(Rs in Crores)				
	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
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Segment Revenue</b>					
a) Paper	222.63	186.55	391.58	352.50	744.62
b) Energy	40.26	37.61	77.64	71.38	139.96
Sub-Total	262.91	224.16	469.22	423.88	884.58
Less: Inter Segment revenue	27.46	27.30	54.45	54.23	108.91
<b>Net Sales / Income from Operations</b>	235.45	196.86	414.77	369.65	775.67
<b>2 Segment Results (Profit (+) / Loss (-) before tax and Interest)</b>					
a) Paper	36.97	28.49	67.54	53.02	123.66
b) Energy	4.24	3.44	7.76	4.91	8.63
Sub-Total	41.21	31.93	75.30	57.93	130.29
Less: Interest	5.60	4.34	10.92	8.61	20.29
i) Other unallocable expenditure					
Net of unallocable income	2.15	1.51	4.05	3.19	8.53
<b>Total Profit Before Tax</b>	33.46	26.08	60.33	46.13	101.47
<b>3 Capital Employed (Segment Assets - Segment Liabilities)</b>					
a) Paper			775.17	816.98	785.79
b) Energy			100.73	63.07	83.84
c) Other Unallocable Liabilities (Net)			13.46	13.46	13.54
<b>Total Capital Employed</b>			889.35	893.51	883.17

Note:  
 1) The above results for the quarter ended 30.09.2006, which are subject to a "Limited Review" by the auditors of the company have been reviewed by the Audit Committee and taken on record by the Board of Directors in their respective meetings held on 12.10.2006. Wherever necessary, previous year's figures have been regrouped to conform to current year's classification.  
 2) The Board of Directors have declared interim dividend of 15% and fixed the record date for payment of interim dividend as 27th October 2006.  
 3) The impact of changes in exchange rates pertaining to foreign currency assets/liabilities outstanding as on 30.09.2006 except those covered by forward contracts, has not been considered. The same will be considered on the date of settlement or at the year end, whichever is earlier. In case such items are revalued based on the closing exchange rate on 30.09.2006, the net profit would have been lower by Rs. 1.15 lakhs.  
 4) Energy is treated as a reportable segment from the current year.  
 5) Effective from 01.04.06, the ICAI has issued revised AS-15(R) on Employee benefits. The company is in the process of ascertaining the impact of said revised AS-15 and the necessary provision in respect of additional liability if any, will be made at the year end.  
 6) During the quarter, the company received 22 complaints from the shareholders which were all duly resolved. There are no complaints remaining unresolved as at the beginning and end of the quarter.

For and on behalf of the Board

V.MURTHY, IAS  
 MANAGING DIRECTOR

Place : Chennai - 32  
 Date : 12.10.2006

Note:

- The above results for the quarter ended 30.06.2006, which are subject to a "Limited Review" by the auditors of the company have been reviewed by the Audit Committee and taken on record by the Board of Directors in their respective meetings held on 20.07.2006. Wherever necessary, previous year's figures have been regrouped to conform to current year's classification.
- The impact of changes in exchange rates pertaining to foreign currency assets/liabilities outstanding as on 30.06.2006 except those covered by forward contracts, has not been considered. The same will be considered on the date of settlement or at the year end, whichever is earlier. In case such items have been revalued based on the closing exchange rate on 30.06.2006, the net result would have been lower by Rs. 1.12 crore.
- During the quarter, the company received 25 complaints from the shareholders which were all duly resolved. There are no complaints remaining unresolved as at the beginning and end of the quarter

For and on behalf of the Board

V.MURTHY, IAS  
 MANAGING DIRECTOR

Place : Chennai - 32  
 Date : 20.07.2006

Profit before tax #REF!