

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER 2008

(Rs. in Crore)

Particulars	Quarter Ended 31-12-2008	Quarter Ended 31-12-2007	Nine Months Ended 31-12-2008	Nine Months Ended 31-12-2007	Year Ended 31-03-2008	SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 31st DECEMBER 2008						
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Rs. in Crore)						
						Particulars	Quarter Ended 31-12-2008	Quarter Ended 31-12-2007	Nine Months Ended 31-12-2008	Nine Months Ended 31-12-2007	Year Ended 31-03-2008	
1. a) NET SALES / INCOME FROM OPERATIONS	242.93	235.14	780.17	688.31	938.53	A) Primary Segments 1. Segment Revenue a) Paper b) Energy Sub-Total Less: Inter Segment Revenue Net Sales / Income from Operations 2. Segment Results [Profit (+) / Loss (-) before Tax and Interest] a) Paper b) Energy Sub-Total Less: i) Interest ii) Other unallocable expenditure net of unallocable income Add: Prior period / Exceptional Items Total Profit Before Tax 3. Capital Employed (Segment Assets - Segment Liabilities) a) Paper b) Energy c) Other Unallocable Liabilities (Net) Total Capital Employed B) Secondary Segments 1. Segment Revenue a) Paper India Rest of the World Sub-Total b) Energy sold within India Total (a) + (b) Less: Inter-Segment Revenue Net Sales / Income from Operations						
b) OTHER OPERATING INCOME	4.95	8.65	18.09	19.51	30.00							
TOTAL INCOME [(a) + (b)]	247.88	243.79	798.26	707.82	968.53							
Less :												
2. EXPENDITURE												
a) (Inc./) Dec. in Stock-in-trade	(19.81)	3.67	(22.99)	(8.62)	(1.10)			241.04	227.63	764.24	654.43	903.81
b) (Inc./) Dec. in Stock of Raw materials and in Work in Progress	(3.17)	10.27	(16.26)	6.80	0.89			44.98	37.01	141.40	119.57	154.59
c) Raw materials & Chemicals	66.22	69.99	210.00	206.23	281.07			286.02	264.64	905.64	774.00	1058.40
d) Power, Fuel & Water Charges	64.93	40.83	211.29	137.04	194.47			43.09	29.50	125.47	85.69	119.87
e) Employees cost	20.59	18.83	58.16	53.17	68.11			242.93	235.14	780.17	688.31	938.53
f) Depreciation	25.77	18.69	72.28	54.81	75.54							
g) Repairs and Maintenance	15.98	6.91	45.38	34.56	51.22							
h) Other expenditure	28.43	25.92	85.98	81.56	112.00							
i) Total	198.94	195.11	643.84	565.55	782.20							
3. Profit from Operations before Other Income, Interest & Exceptional Items (1 - 2)	48.94	48.68	154.42	142.27	186.33							
4. Other Income	1.14	0.26	1.91	0.85	1.13							
5. Profit before Interest & Exceptional Items (3 + 4)	50.08	48.94	156.33	143.12	187.46							
6. INTEREST AND FINANCE CHARGES	18.54	7.49	39.16	17.09	24.25							
7. PROFIT AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (5 - 6)	31.54	41.45	117.17	126.03	163.21							
8. Prior Period / Exceptional Items	(0.18)	0.00	(1.32)	0.00	(0.15)							
9. PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (7 + 8)	31.36	41.45	115.85	126.03	163.06							
10. Tax Expense	10.11	12.97	29.67	40.59	50.23							
11. NET PROFIT FROM ORDINARY ACTIVITIES AFTER TAX (9 - 10)	21.25	28.48	86.18	85.44	112.83							
12. Extraordinary Items (net of tax expenses)	(0.02)	0.00	(0.02)	0.00	0.00							
13. NET PROFIT FOR THE PERIOD (11 - 12)	21.23	28.48	86.16	85.44	112.83							
14. PAID UP EQUITY SHARE CAPITAL (Equity Shares of Rs. 10/- each)					69.21							
15. RESERVES EXCLUDING RE-VALUATION RESERVES					570.63							
16. EARNINGS PER SHARE (EPS) BASIC AND DILUTED												
- Before Extraordinary Items (Rs.)*	3.06	4.11	12.45	12.34	16.30		209.03	187.83	635.23	543.48	757.20	
- After Extraordinary Items (Rs.)*	3.07	4.11	12.45	12.34	16.30		32.01	39.80	129.01	110.95	146.61	
17. PUBLIC SHARE HOLDING							241.04	227.63	764.24	654.43	903.81	
- NUMBER OF SHARES	44765700	44765700	44765700	44765700	44765700		44.98	37.01	141.40	119.57	154.59	
- PERCENTAGE OF SHAREHOLDING	64.68	64.68	64.68	64.68	64.68		286.02	264.64	905.64	774.00	1058.40	
							43.09	29.50	125.47	85.69	119.87	
							242.93	235.14	780.17	688.31	938.53	

* Not Annualised.

Note:

- The above unaudited financial results were reviewed by the audit committee and approved by the Board of Directors on 22nd January, 2009 and a limited review of the same has been carried out by the statutory auditors of the Company.
- Wherever necessary, previous year's figures have been regrouped/restated to conform to current year's classification.
- The impact of changes in exchange rate pertaining to unhedged foreign currency assets and liabilities as on 31-12-2008 have not been considered. In case such items are revalued at the closing exchange rate on 31-12-2008, the net result would have been lower by Rs. 2.26 crore.
- The Company has entered into Forward Contracts to hedge the future payables related to project imports and future receivables (exports). The mark to market notional loss on such contracts outstanding as on 31-12-2008 aggregating to Rs. 32.67 crore is recognised in the Hedging Reserve account in accordance with AS 30 to be dealt with in the financial statements in accordance with Generally Accepted Accounting Principles on the settlement dates.
- Exchange loss/gain during MDP project construction period is adjusted against the cost of fixed assets. Accounting of exchange gain of Rs.18.74 crore pertaining to MDP project construction period in the previous years was qualified by the Auditors in the Accounts for the year ended 31-3-2008 stating that the profit has been understated to the extent of exchange gain adjusted in the fixed assets. The Company has referred the matter to the Expert Advisory Committee of the Institute of Chartered Accountants of India for opinion. Pending receipt of opinion, the Company maintains the status quo. The Auditors in the Limited Review Report for the nine months ended 31-12-2008 have observed that the reduction of exchange gain in the cost of fixed assets in the previous years has resulted in understatement of depreciation by Rs. 0.63 crore.
- Tax Expenses for the nine months ended 31-12-2008 is net of MAT Credit entitlement of Rs. 8.71 crore relating to previous year.
- During the quarter, the Company received 5 complaints from the shareholders which were all duly resolved. There are no complaints remaining unresolved as at the beginning and at the end of the quarter.

For and on behalf of the Board

Place : Chennai - 32
Date : 22-01-2009

Md. NASIMUDDIN, I.A.S.
Managing Director