

SHREE KRISHNA PAPER MILLS & INDUSTRIES LTD.

Regd. Office: 16, India Exchange Place, Kolkata - 700 001

Corp. Office: 4830/24, Ansari Road, Darya Ganj, New Delhi - 110 002

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH SEPT 2010

S.No	Particulars	(Rs. in Lacs)				
		Quarter Ended		Half Year Ended		Year Ended
		30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	30.09.2010 (Unaudited)	30.09.2009 (Unaudited)	31.03.2010 (Audited)
1	(a) Net Sales/ Income from operations	2664.47	1599.61	4596.26	3863.46	6139.43
	(b) Other Operating Income	11.69	-	19.32	-	33.03
	Total Income	2676.16	1599.61	4615.58	3863.46	6172.46
2	Expenditure					
	a) (Increase)/Decrease in Stock-in-Trade and Work in Progress	206.92	109.07	(224.45)	193.89	287.65
	b) Consumption of Raw Materials	1456.26	1069.63	3191.95	2770.38	4250.45
	c) Purchase of Traded Goods	-	-	-	-	8.84
	d) Employees Cost	182.27	146.76	377.11	309.85	530.23
	e) Power & Fuel	419.57	192.07	752.70	513.59	687.74
	f) Depreciation	125.45	110.58	252.23	230.58	457.51
	g) Other Expenditure	184.78	143.39	306.64	319.99	479.90
	Total Expenditure	2575.25	1771.50	4656.48	4338.28	6712.32
3	Profit/ (Loss) from Operations before Other Income, Interest & Finance charges and Exceptional Items (1-2)	100.91	(171.89)	(40.90)	(474.82)	(539.86)
4	Other Income	7.42	3.93	12.05	7.18	14.64
5	Profit / (Loss) before Interest & Finance charges and Exceptional Items (3+4)	108.33	(167.96)	(28.85)	(467.64)	(525.22)
6	Interest and Finance Charges	188.06	151.41	334.33	304.03	500.33
7	Profit / (Loss) after interest & Finance Charges but before Exceptional Items (5-6)	(79.73)	(319.37)	(363.18)	(771.67)	(1025.55)
8	Exceptional Items	-	-	-	-	-
9	Profit (+) / (Loss) (-) from Ordinary Activities before Tax (7+8)	(79.73)	(319.37)	(363.18)	(771.67)	(1025.55)
10	Tax Expenses					
	- Current Income Tax	-	-	-	-	-
	- Deferred Tax	-	98.75	-	238.51	179.59
11	Net Profit (+) / (Loss)(-) from Ordinary Activities after Tax (9-10)	(79.73)	(220.62)	(363.18)	(533.16)	(845.96)
12	Extraordinary items (Net of Tax Expenses)	-	-	-	-	-
13	Net Profit (+) / (Loss)(-) for the period (11-12)	(79.73)	(220.62)	(363.18)	(533.16)	(845.96)
14	Paid-up Equity Share Capital					
	a) Equity Share Capital (Face Value Rs.10/- per share)	945.17	945.17	945.17	945.17	945.17
	b) 4% Cumulative Redeemable Preference Share Capital (Face Value Rs.100/- per share)	500.00	-	500.00	-	500.00
15	Reserves and Revaluation Reserve as per Balance Sheet of previous accounting year.	-	-	-	-	-
16	Earning Per Share (EPS) (Rs.)					
	a) Basic / Diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (Non Annualized)	(0.91)	(2.33)	(3.97)	(5.64)	(9.03)
	b) Basic and Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (Non Annualized)	(0.91)	(2.33)	(3.97)	(5.64)	(9.03)
17	Public Shareholding - No. of Shares	3721600	3721600	3721600	3721600	3721600
	- % age of Shareholding	39.38	39.38	39.38	39.38	39.38
18	Promoters and Promoter Group Shareholding					
	a) Pledge/ Encumbered					
	- Number of Shares	4820400	NIL	4820400	NIL	4820400
	- Percentage of Shares (As a % of the total shareholding of promoter and promoter group)	84.12	NIL	84.12	NIL	84.12
	- Percentage of Shares (As a % of the total Share Capital of the Company)	51.00	NIL	51.00	NIL	51.00
	b) non-encumbered					
	- Number of Shares	909680	5730080	909680	5730080	909680
	- Percentage of Shares (As a % of the total shareholding of promoter and promoter group)	15.88	100.00	15.88	100.00	15.88
	- Percentage of shares (As a % of the total Share Capital of the Company)	9.62	60.62	9.62	60.62	9.62

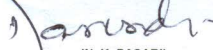
Statement of Assets & Liabilities as on 30th Sept.10

S.No	Particulars	(Rs. in Lacs)	
		(Unaudited) 30-Sept-10	(Unaudited) 30-Sept-09
1	Shareholder Funds:		
	a) Share Capital	1445.17	945.17
	b) Reserves & Surplus	457.62	457.62
2	Loan Funds	6882.53	4888.68
	Total	8785.32	6291.47
1	Fixed Assets (incl. Capital work in Progress)	4081.41	3856.43
2	Investments	1.22	1.22
3	Deferred Tax Assets	440.57	499.49
4	Current Assets, Loans & Advances:		
	a) Inventories	1722.71	1077.35
	b) Sundry Debtors	1202.12	504.77
	c) Cash & Bank Balances	357.14	144.83
	d) Loans & Advances	891.85	806.56
		4173.82	2533.61
5	Less: Current Liabilities & Provisions		
	a) Current Liabilities	1660.60	1681.03
	b) Provisions	119.40	110.57
	Net Current Assets	2393.82	742.01
6	Profit & Loss Account	1868.30	1192.32
	Total	8785.32	6291.47

Notes:

- The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11th, November, 2010.
- The above results are subject to "Limited Review" by the Statutory Auditor of the Company as per the Listing Agreement with the Stock Exchange.
- No provision has been made for Current Income Tax keeping in view of accumulated losses.
- No. of Investor Complaints during the quarter ended 30th Sept.2010: Opening 01, Received: 01, Disposed off: 01, Pending: 01.
- The Company operates in only one business segment i.e. Paper.
- The Auditors have stated their inability to comment on the appropriateness of recognition of Deferred tax Assets of Rs. 440.57 lacs in the audited accounts for the year ended 31st March, 2010. The Management has clarified that in view of restructuring of debts by the Lenders, process improvements carried out for enhancing paper making capacity and operating efficiency, improvement in quality, improving trend in market conditions, business plans, strategies and profitability estimates, the Company is virtually certain of realisation of deferred tax assets in future.
- The Company has implemented Accounting Standard AS-15 (Revised 2005) on "Employee Benefits" issued by The Companies (Accounting Standards) Rules, 2006. The provisions, if any, will be made at the end of the year on Actuarial Basis.
- Provision for Deferred Tax-Liability/Assets will be made at the end of the year, if required.
- Previous period's/year's figures have been regrouped / rearranged wherever necessary.

FOR SHREE KRISHNA PAPER MILLS & INDUSTRIES LTD.


 (N. K. PASARI)
 MANAGING DIRECTOR

New Delhi
11-11-2010