

**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 31ST MARCH 2010**  
(Rs. in Lacs)

| S.No | Particulars   | Quarter Ended   |                 | Year Ended       |                 |
|------|---|-----------------|-----------------|------------------|-----------------|
|      |   | 31.03.2010      | 31.03.2009      | 31.03.2010       | 31.03.2009      |
|      |   | (Unaudited)     | (Unaudited)     | (Unaudited)      | (Audited)       |
| 1    | (a) Net Sales/ Income from operations   | 1179.40         | 2389.38         | 6105.87          | 11866.49        |
|      | (b) Other operating income  | 16.85           | 49.80           | 27.88            | 51.88           |
|      | <b>Total Income</b>   | <b>1196.25</b>  | <b>2439.18</b>  | <b>6133.75</b>   | <b>11918.37</b> |
| 2    | Expenditure   |                 |                 |                  |                 |
|      | a) (Increase)/Decrease in Stock-in-Trade and Work in Progress   | (42.51)         | 25.16           | 289.41           | (287.21)        |
|      | b) Consumption of Raw Materials   | 817.82          | 1535.79         | 4267.08          | 7998.14         |
|      | c) Purchase of Traded Goods   | -               | 5.26            | -                | 64.00           |
|      | d) Employees Cost   | 200.25          | 186.14          | 594.83           | 810.63          |
|      | e) Power & Fuel   | 133.94          | 392.03          | 711.73           | 1679.57         |
|      | f) Depreciation   | 112.49          | 118.09          | 456.49           | 477.40          |
|      | g) Other expenditure  | 99.25           | 173.71          | 481.48           | 724.89          |
|      | <b>Total Expenditure</b>  | <b>1321.24</b>  | <b>2436.18</b>  | <b>6801.02</b>   | <b>11467.42</b> |
| 3    | Profit/(Loss) from Operations before Other Income, Interest & Finance charges and Exceptional Items ( 1-2 )                       | (124.99)        | 3.00            | (667.27)         | 450.95          |
| 4    | Other Income  | 3.81            | -               | 14.30            | 13.86           |
| 5    | Profit/(Loss) before Interest & Finance charges and Exceptional Items ( 3+4 )   | (121.18)        | 3.00            | (652.97)         | 464.81          |
| 6    | Interest and Finance Charges  | 159.11          | 139.75          | 495.40           | 612.76          |
| 7    | Profit/(Loss) after Interest & Finance charges but before Exceptional Items ( 5-6 )   | (280.29)        | (136.75)        | (1148.37)        | (147.95)        |
| 8    | Exceptional items   | -               | -               | -                | -               |
| 9    | <b>Profit (+)/(Loss) (-) from ordinary activities before tax ( 7+8 )</b>  | <b>(280.29)</b> | <b>(136.75)</b> | <b>(1148.37)</b> | <b>(147.95)</b> |
| 10   | Tax Expenses  |                 |                 |                  |                 |
|      | - Fringe Benefit Tax  | -               | (1.46)          | -                | (7.54)          |
|      | - Deferred Tax  | (50.65)         | 38.76           | 216.73           | 39.71           |
|      | - Wealth Tax  | -               | -               | -                | (0.18)          |
|      | - Income Tax Adjustments  | -               | -               | -                | 0.13            |
| 11   | <b>Net Profit (+) / (Loss)(-) from ordinary activities after tax ( 9-10 )</b>   | <b>(330.94)</b> | <b>(99.45)</b>  | <b>(931.64)</b>  | <b>(115.83)</b> |
| 12   | Extraordinary items (Net of Tax Expenses)   | -               | -               | -                | -               |
| 13   | <b>Net Profit (+)/(Loss) (-) for the period (11-12)</b>   | <b>(330.94)</b> | <b>(99.45)</b>  | <b>(931.64)</b>  | <b>(115.83)</b> |
| 14   | Paid-up Share Capital   |                 |                 |                  |                 |
|      | a) Equity Share Capital (Face Value Rs. 10/- each.)   | 945.17          | 945.17          | 945.17           | 945.17          |
|      | b) 4% Cumulative Redeemable Preference Share Capital (Face Value Rs.100/- each.)  | 500.00          | -               | 500.00           | -               |
| 15   | Reserves excluding 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) | (3.50)          | (1.05)          | (9.86)           | (1.34)          |
|      | b) Basic / Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (non annualized)  | (3.50)          | (1.05)          | (9.86)           | (1.34)          |
| 17   | Public Shareholding - No. of Shares   | 3721600         | 3721600         | 3721600          | 3721600         |
|      | - Percentage of Shareholding  | 39.38           | 39.38           | 39.38            | 39.38           |
| 18   | Promoters and Promoter Group Shareholding   |                 |                 |                  |                 |
|      | a) Pledge/Encumbered  |                 |                 |                  |                 |
|      | - Number of shares  | 4820400         | NIL             | 4820400          | NIL             |
|      | - Percentage of shares (As a % of the total shareholding of promoter and promoter group)  | 84.12           | NIL             | 84.12            | NIL             |
|      | - Percentage of shares (As a % of the total Share Capital of the Company)   | 51.00           | NIL             | 51.00            | NIL             |
|      | b) Non-encumbered   |                 |                 |                  |                 |
|      | - Number of Shares  | 909680          | 5730080         | 909680           | 5730080         |
|      | - Percentage of shares (As a % of the total shareholding of promoter and promoter group)  | 15.88           | 100.00          | 15.88            | 100.00          |
|      | - Percentage of shares (As a % of the total Share Capital of the Company)   | 9.62            | 60.62           | 9.62             | 60.62           |

**Notes:**

- The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 28th April, 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.
- At the beginning and end of the quarter, there was no outstanding Investor Complaint. During the quarter, No Investor Complaint was received and resolved.
- 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. 260.98 Lacs in the audited accounts for the year ended 31st March 2009. The Management has clarified that Deferred Tax Assets is on account of unabsorbed depreciations/carry forward losses and is confident of adjusting the same against the future earnings of the Company.
- The trial production at Keshwana Plant has been restarted after its modification.
- Previous period's/year's figures have been regrouped / rearranged wherever necessary.

FOR SHREE KRISHNA PAPER MILLS & INDUSTRIES LTD.

*(Signature)*

New Delhi  
28-04-2010

(N. K. PASARI)  
MANAGING DIRECTOR