

# 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 2008**

(Rs. in Lacs)

S.No	Particulars	Quarter Ended		Half Year Ended		Year Ended
		30.09.2008 (Unaudited)	30.09.2007 (Unaudited)	30.09.2008 (Unaudited)	30.09.2007 (Unaudited)	31.03.2008 (Audited)
1	Net Sales/ Income from operations	3487.06	2362.57	6115.06	4520.70	8993.29
2	Other Income	7.08	6.58	10.77	10.19	54.65
3	<b>Total Income (1+2)</b>	<b>3494.14</b>	<b>2369.15</b>	<b>6125.83</b>	<b>4530.89</b>	<b>9047.94</b>
4	Expenditure					
	a) (Increase)/Decrease in Stock-in-Trade	(224.56)	(70.58)	(138.32)	(245.49)	(109.42)
	b) Consumption of Raw Materials	2439.95	1634.19	4128.10	3246.63	6427.94
	c) Purchase of Traded Goods	24.10	26.97	43.86	53.15	110.44
	d) Employees Cost	208.01	182.07	395.58	340.83	750.58
	e) Power & Fuel	506.76	292.01	830.30	559.81	1113.81
	f) Depreciation	119.43	113.96	237.67	231.21	458.46
	g) Other Expenditure	238.18	201.54	385.94	351.35	675.36
	h) Total Expenditure	3311.87	2380.16	5883.13	4537.49	9427.17
5	Interest and Finance Charges	163.76	134.64	314.14	278.90	580.49
6	Exceptional items	-	-	-	-	-
7	<b>Profit (+) / (Loss) (-) from ordinary activities before Tax (3) - (4+5+6)</b>	<b>18.51</b>	<b>(145.65)</b>	<b>(71.44)</b>	<b>(285.50)</b>	<b>(959.72)</b>
8	Tax Expenses					
	- Current Tax including FBT	(2.72)	(2.40)	(3.92)	(3.80)	(8.00)
	- Deferred Tax	(17.74)	-	11.35	-	304.13
	- Income tax Adjustments	-	-	-	-	4.92
9	<b>Net Profit (+) / (Loss)(-) from ordinary activities after Tax (7-8)</b>	<b>(1.95)</b>	<b>(148.05)</b>	<b>(64.01)</b>	<b>(289.30)</b>	<b>(658.67)</b>
10	Prior Period Expenses	-	-	-	-	(0.26)
11	<b>Net Profit (+) / (Loss)(-) for the period (9-10)</b>	<b>(1.95)</b>	<b>(148.05)</b>	<b>(64.01)</b>	<b>(289.30)</b>	<b>(658.93)</b>
12	Paid-up Equity Share Capital (Face Value Rs.10/- per share)	805.17	805.17	805.17	805.17	805.17
13	Reserves excld. Revaluation Reserve as per balance sheet of previous accounting year.	-	-	-	-	-
14	Earning Per Share (EPS)					
	a) Basic / Diluted EPS before extra-ordinary items	(0.02)	(1.84)	(0.79)	(3.59)	(8.18)
	b) Basic and diluted EPS after extra-ordinary items	(0.02)	(1.84)	(0.79)	(3.59)	(8.18)
15	Public Shareholding - No. of Shares	2321600	2321600	2321600	2321600	2321600
	- % age of Shareholding	28.83	28.83	28.83	28.83	28.83

### Notes:

- The above Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 22nd October, 2008.
- The above results are subject to "Limited Review" by the Statutory Auditor's of the Company as per the listing agreement with the Stock Exchange.
- Auditor's Qualifications on Audited Results for the year ended 31st March, 2008 i) In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to Note No. 2 of schedule 20 regarding our inability to comment on the appropriateness of recognition of Deferred Tax Assets as at the year end amounting to Rs. 221.27 Lacs based on future profitability projections as to whether such basis of recognition complies with the definition of virtual certainty, as required by Accounting Standard 22 on "Taxes on Income"  
ii) The Company has accumulated losses as per books of accounts at the end of the financial year which is less than 50% of its Net worth. Reference is further drawn to Note No. 2 of schedule 20 regarding recognition of Deferred Tax Assets impact whereof is not ascertainable at this stage. The Company has incurred cash losses during the current financial year as well as in the immediately preceding financial year.  
Management Clarifications : Regarding deferred tax assets on accounts of unabsorbed depreciations and carry forward losses, the management is confident of adjusting the same against the future earning of the Company, as further explained in Note No. 2 of Schedule 20 of Notes of Accounts.
- At the beginning and end of the quarter, there were no outstanding investor complaints. During the quarter, No investor complaint were received .
- The Company operates in only one business segment i.e. paper.
- The Company has implemented Accounting Standard AS-15 (Revised 2005) on "Employee Benefits" issued by The Institute of Chartered Accountants of India. The provisions, if any , will be made at the end of the year on Actuarial Basis.
- The Company has allotted 14,00,000 Equity Shares of Rs. 10/- each at a premium Rs. 5.86 on preferential basis at its Meeting held on 22nd October, 2008.
- Previous year's/period's figures have been re-grouped / rearranged wherever necessary.

for SHREE KRISHNA PAPER MILLS & INDS. LTD.

  
(D.R. MEHTA)  
DIRECTOR