



# Seshasayee Paper and Boards Limited

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**N GOPALARATNAM**

**Chairman and Managing Director**

2010 07 24

Dear Shareholders,

**Sub: Un-audited Financial Results (Provisional) for the Quarter April - June 2010.**

At the Board Meeting held on July 24, 2010, the Board of Directors has approved the Un-audited Financial Results (Provisional) of the Company for the Quarter April - June 2010. We enclose the statement for your reference and records.

The said statement has been posted in the Company's website [www.spbltd.com](http://www.spbltd.com).

The highlights of operations of the Company during the quarter April - June 2010 are as under :

Sl. No.	Description	Unit	Apr - Jun 2010	Apr - Jun 2009
1	Production	(t)	29746	30107
2	Sales (Includes Note Books)	(t)	26500	27801
3	Closing Stock	(t)	3281	2409
4	Exports	(t)	1320	198
5	Turnover	Rs lakhs	12528	12600
6	Profit before Interest, Depreciation and Tax (PBIDT)	Rs lakhs	2851	3253
7	Profit before Tax (PBT)	Rs lakhs	1399	1581
8	Profit after Tax (PAT)	Rs lakhs	1462	1015
9	Cash Profit	Rs lakhs	2244	2414

Major factors that impacted the profitability were :

- ◇ Increase in prices of Wood, Bagasse and Chemicals.
- ◇ Higher Employee Cost, due to additional outgo on account of the long term wage settlement and increased Dearness Allowance payment.



However, the impact was partially neutralised by :

- ◇ Increase in Sales Realisation, due to increase in prices of paper and withdrawal of discounts.
- ◇ Lower Interest and Financing charges, due to repayment of Term Loan instalments and non availment of high cost Rupee Working Capital Loans.

Profit after tax for the quarter was higher than the profit before tax, due to :

- ◇ No Current Tax liability, since the entire current tax liability in the form of Minimum Alternate Tax (MAT) is carried over as MAT Credit Entitlement and
- ◇ Reversal of Deferred Tax liability during the quarter on account of depreciation as per books being higher than the depreciation allowable under Income Tax.

## **MARKET**

Market conditions during the quarter April - June 2010, was significantly better than last financial year and facilitated upward revisions in prices of paper. Softening of market is forecast, with arrival of additional tonnage from recently commissioned capacities.

Thanking you,

Yours Sincerely



**N GOPALARATNAM**

Enc.: a/a



# SESHASAYEE PAPER AND BOARDS LIMITED

Regd. Office: Pallipalayam, Namakkal District, Cauvery RS PO, Erode-638 007

## UNAUDITED FINANCIAL RESULTS (PROVISIONAL) OF THE QUARTER APRIL-JUNE 2010

(Rs lakhs)

Sl. No.	Particulars	3 months ended		Year ended
		30 06 2010	30 06 2009	31 03 2010
		(Unaudited)	(Unaudited)	(Audited)
1	Gross Sales / Income from Operations	12528	12600	52897
	Less : Excise Duty	520	542	1971
	Net Sales / Income from Operations	12008	12058	50926
2	Other Operating Income	210	174	801
<b>3</b>	<b>Total Income</b>	<b>12218</b>	<b>12232</b>	<b>51727</b>
4	Expenditure :			
	a) Increase / decrease in Stock-in-Trade and Work-in-Progress	(-) 1227	(-) 825	11
	b) Consumption of Raw materials	3242	3030	12143
	c) Stores and Chemicals	2634	2349	9600
	d) Power and Fuel	2010	2069	7930
	e) Employees cost	1076	832	3399
	f) Depreciation	845	840	3361
	g) Other expenditure	1632	1524	6544
	<b>Total</b>	<b>10212</b>	<b>9819</b>	<b>42988</b>
<b>5</b>	<b>Profit from Operations before Other Income, Interest and Exceptional Items</b>	<b>2006</b>	<b>2413</b>	<b>8739</b>
6	Other Income	--	--	72
<b>7</b>	<b>Profit before Interest and Exceptional Items</b>	<b>2006</b>	<b>2413</b>	<b>8811</b>
8	Interest	607	832	2840
<b>9</b>	<b>Profit after Interest but before Exceptional Items</b>	<b>1399</b>	<b>1581</b>	<b>5971</b>
10	Exceptional Items	--	--	--
<b>11</b>	<b>Profit from Ordinary Activities before tax</b>	<b>1399</b>	<b>1581</b>	<b>5971</b>
12	Tax expense	(-) 63	566	1978
<b>13</b>	<b>Net Profit from Ordinary Activities after tax</b>	<b>1462</b>	<b>1015</b>	<b>3993</b>
14	Extra-ordinary Items	--	--	--
<b>15</b>	<b>Net Profit for the period</b>	<b>1462</b>	<b>1015</b>	<b>3993</b>
16	Paid-up Equity Share Capital (Face Value Rs 10)	1125	1125	1125
17	Reserves, excluding Revaluation Reserves and Deferred Tax as per Balance Sheet of previous accounting year			21334

**UNAUDITED FINANCIAL RESULTS (PROVISIONAL) OF THE QUARTER APRIL-JUNE 2010 (Contd.)**

(Rs lakhs)

Sl. No.	Particulars	3 months ended		Year ended
		30 06 2010	30 06 2009	31 03 2010
		(Unaudited)	(Unaudited)	(Audited)
18	Earning Per Share (EPS) :			
	(a) Basic and diluted EPS before extra-ordinary items for the period, for the year to date and for the previous year <i>(not to be annualised)</i>	13.00	9.02	35.49
	(b) Basic and diluted EPS after extra-ordinary items for the period, for the year to date and for the previous year <i>(not to be annualised)</i>	13.00	9.02	35.49
19	Public Shareholding :			
	- Number of Shares	64 39 184	64 39 942	64 39 184
	- Percentage of Shareholding	57.24%	57.24%	57.24%
20	Promoter and Promoter Group Shareholding :			
	(a) Pledged / Encumbered :			
	- Number of Shares	0	0	0
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	0	0	0
	- Percentage of Shares (as a % of the total Share Capital of the Company)	0	0	0
	(b) Non-encumbered :			
	- Number of Shares	48 10 816	48 10 058	48 10 816
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	100%	100%	100%
	- Percentage of Shares (as a % of the total Share Capital of the Company)	42.76%	42.76%	42.76%

**Notes :**

- 1 Paper is the only reportable segment of operation of the Company.
- 2 Investor complaints :
  - Pending at the beginning of the Quarter Nil
  - Received and disposed off during the Quarter Nil
  - Un-resolved at the end of the Quarter Nil
- 3 Figures have been re-grouped, wherever necessary, to conform to current quarter's classification.
- 4 The above results were reviewed by the Audit Committee of the Board and approved by the Board of Directors at the respective meetings held on July 23 and July 24, 2010. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter ended June 30, 2010.

(By order of the Board)

**For SESHASAYEE PAPER AND BOARDS LIMITED**

Place : Erode  
Date : July 24, 2010

**N GOPALARATNAM**  
Chairman and Managing Director