

**AUDITED FINANCIAL RESULTS FOR THE
YEAR ENDED 31ST MARCH, 2010**

(Rs.lakhs)

SL No.	Particulars	YEAR ENDED	
		31.03..2010 (Audited)	31.03.2009 (Audited)
1	(a) Net Sales / Income from operations	64907.86	62794.85
	(b) Other Income	828.52	1023.29
	Total Income	65736.38	63818.14
2	Expenditure		
	a] (increase) / decrease in stock	1844.39	(3086.52)
	b] Consumption of Raw Materials	15618.33	18857.55
	c] Stores	14699.91	17355.63
	d] Power & Fuel	5960.21	6473.05
	e] Employee Cost	5648.92	5507.65
	f] Other Expenditure	6661.92	6173.77
	Total	50433.68	51281.13
3	EBIDTA	15302.70	12537.01
4	Interest	3215.45	4937.09
5	Depreciation	5581.72	5411.19
6	Profit before Tax	6505.53	2188.73
7	Tax Expense	1086.19	293.34
8	Net profit for the year	5419.34	1895.39
9	Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	3275.18	2573.36
10	Reserves, excluding Revaluation Reserves as per Balance Sheet	47019.35	39224.40
11	Earnings per share (EPS) - Basic/ Diluted (Rs.) (not annualised)	21.03	7.37
12	Public Shareholding		
	Number of Shares	15687201	12679442
	Percentage of Shareholding	47.90	49.27
13	Promoters and Promoter Group Shareholding		
	a) Pledged / Encumbered		
	- Number of Shares	971115	971115
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	5.69	7.44
	- Percentage of shares (as a % of the total share capital of the company)	2.97	3.77
	b) Non-encumbered		
	-Number of shares	16093481	12082998
	-Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	94.31	92.56
	-Percentage of shares (as a % of the total share capital of the company)	49.13	46.96

NOTES

1. The Company has achieved during the year highest ever performance in terms of EBIDTA, PBT and PAT.
2. The increase in performance compared to previous year in terms of EBIDTA is 22%, PBT is 197% and PAT is 186%.
3. 70,18,242 equity shares of Rs.10/- each at a premium of Rs.40/-per share offered to the shareholders on rights basis were allotted on 30th March, 2010. In terms of Letter of Offer dated 22nd February, 2010, 70,18,242 Detachable Warrants are also allotted on the same day which will be converted into equivalent number of equity shares of Rs.10/- each on payment of warrant exercise price of Rs.50/- per warrant at any time before the expiry of 18 months from the date of allotment i.e. 30th September, 2011

A sum of Rs.28,07,29,680/- collected on account of premium at Rs.40/- per share on 70,18,242 equity shares of Rs.10/- each allotted on rights basis on 30th March, 2010 has been credited to Share Premium account. The Rights issue expenses of Rs.49, 87,755 has been adjusted to the Share Premium account.
4. The proceeds of the Rights issue made during the year have been utilized for the purposes as stated in the Letter of Offer dated 22nd February, 2010.
5. The commercial production of Paper Machine No. 6 is expected to commence this month.
6. Tax expense comprises of income-tax (MAT) and deferred tax.
7. The Company operates in one reportable segment of manufacture and sale of pulp, paper and paper boards. The sale of surplus power is not considered as a reportable segment as it is less than 10% of the total turnover.
8. With regard to Audit observation on deferred tax for the year ended 30th March, 2010, the matter is subjudice before the Calcutta High Court and deferred tax has been provided as in the past at the effective income-tax rate applicable to the Company, pending disposal of the writ petition.
9. The Board of Directors has recommended a dividend of Re.1 per share of Rs. 10 each for the year ended 31st March, 2010.
10. During the quarter ended 31st March, 2010 the Company received three complaints from shareholders which have been resolved. There were no complaints remaining unresolved as at the beginning or end of the quarter. In addition, 58 complaints relating to Rights Issue were also resolved during the said quarter.
11. The above Audited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 4th May, 2010.
12. Previous period (s)/year figures have been regrouped wherever necessary.

AUDITED STATEMENT OF ASSETS AND LIABILITIES

Rs. in Lakhs

PARTICULARS	AS AT 31ST MARCH 2010	AS AT 31ST MARCH 2009
Shareholders Funds :		
(a) Capital	3275.18	2573.36
(b) Reserves and Surplus	47019.35	39224.40
LOAN FUNDS	50684.45	56103.17
Deferred Tax Liability	3075.25	2165.55
TOTAL	104054.23	100066.48
FIXED ASSETS	90395.01	90333.10
INVESTMENTS	1664.34	1664.34
CURRENT ASSETS, LOANS AND ADVANCES	24835.41	23901.35
(a) Inventories	11587.20	13524.85
(b) Sundry Debtors	4642.46	3874.91
(c) Cash and Bank Balances	1376.64	807.00
(d) Other current assets	131.36	116.66
(e) Loans and Advances	7097.75	5577.93
Less: Current Liabilities and Provisions	12840.53	15975.02
(a) Liabilities	12206.67	15470.26
(b) Provisions	633.86	504.76
MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	-	142.71
TOTAL	104054.23	100066.48

For THE ANDHRA PRADESH PAPER MILLS LTD

Place: Bhubaneswar
Date: 4th May, 2010

M.K.TARA
MANAGING DIRECTOR