

The Andhra Pradesh Paper Mills Limited
(An ISO 9001 & 14001 and OHSAS 18001 Company)
Regd Office: Rajahmundry-533 105, East Godavari Dist., Andhra Pradesh.
Corporate Office: 501-509, Swapnalok Complex, 92/93, Sarojini Devi Road, Secunderabad - 500 003

**UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2008**

Rs. In lacs

Sl. No.	Particulars	Quarter Ended		Half year ended		Year ended 31.03.2008 (Audited)
		30.09.2008	30.09.2007	30.09.2008	30.09.2007	
		(unaudited)	(unaudited)	(unaudited)	(unaudited)	
1	(a) Net Sales / Income from operations	16527.13	12546.53	34379.42	24946.01	57888.64
	(b) Other Operating Income	121.36	110.36	238.44	176.36	487.14
	Total Income	16648.49	12656.89	34617.86	25122.37	58375.78
2	Expenditure					
	a] (increase) / decrease in stock	(904.18)	(1317.31)	(999.31)	(1988.64)	(1282.93)
	b] Consumption of Raw Materials	4822.56	4296.99	10281.14	8623.89	19208.86
	c] Stores	5011.78	3524.19	9453.43	6535.58	14699.00
	d] Power & Fuel	1450.93	1981.19	2850.34	3841.51	7063.89
	e] Staff Cost	1461.12	1256.04	2724.48	2543.87	5258.87
	f] Depreciation	1327.71	1274.83	2644.33	2531.52	5236.22
	g] Other Expenditure	1568.95	1247.03	2999.74	2495.96	6233.69
	h] Total Expenses	14738.87	12262.96	29954.15	24583.69	56417.60
3	Profit from Operations before other Income					
	Interest & Exceptional items	1909.62	393.93	4663.71	538.68	1958.18
4	Other Income	58.84	430.41	95.17	480.83	838.74
5	Profit before Interest & Exceptional items	1968.46	824.34	4758.88	1019.51	2796.92
6	Interest	1127.53	851.91	2324.80	1338.77	1536.07
7	Profit after interest but before exceptional items	840.93	(27.57)	2434.08	(319.26)	1260.85
8	Exceptional items	(91.92)	505.89	(1896.80)	1782.31	705.52
9	Profit from Ordinary activities before tax	749.01	478.32	537.28	1463.05	1966.37
10	Tax Expenses	83.35	199.32	87.35	348.32	312.37
11	Net Profit from Ordinary activities after tax	665.66	279.00	449.93	1114.73	1654.00
12	Extraordinary item (net of tax expenses)	--	--	--	--	--
13	Net Profit for the period	665.66	279.00	449.93	1114.73	1654.00
14	Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	2573.36	2573.36	2573.36	2573.36	2573.36
15	Reserves, excluding Revaluation Reserves					39069.58
16	Earnings per share - Basic/ Diluted (Rs.) (not annualised)	2.59	1.08	1.75	4.33	6.44
17	Aggregate of Public Shareholding					
	Number of Shares	1,26,95,395	1,26,95,395	1,26,95,395	1,26,95,395	1,26,95,395
	Percentage of Shareholding	49.33	49.33	49.33	49.33	49.33

Notes

- 1 EBIDTA for the current half year is Rs.7308.04 lacs compared to Rs.3070.20 lacs for the corresponding previous half year registering an increase of 138%.
- 2 The Company operates only in one business segment of manufacture and sale of Pulp, Paper and Paper Boards.
- 3 As the currency fluctuation during the quarter has been highly volatile due to global financial turbulence, the Management has decided to review the notional exchange fluctuation loss of Rs.1590.42 lacs towards the close of the financial year and accordingly no provision therefor has been considered in the accounts of the current quarter. However the exchange loss of Rs.91.92 lacs (net of provision) on repayment of foreign currency loan during October 2008 has been absorbed and disclosed as exceptional item in the above statement.
- 4 With regard to Auditors' observation on the accounts for the year ended 31st March 2008 and quarter ended 30th June, 2008 on deferred taxation, the matter is subjudice and deferred tax has been provided at the effective rate and tax laws as applicable to the Company, pending disposal of writ petition.
- 5 During the quarter ended 30th September 2008, the Company received one complaint which has been disposed of on 04.10.2008. There were no complaints unresolved as at the beginning of the quarter.
- 6 Tax expenses include income-tax, fringe benefit tax and deferred tax.
- 7 The figures of the previous period(s) and year have been re-classified to conform to the revised required classification commencing this quarter.
- 8 The above financial results are subject to limited review by the Statutory Auditors.
- 9 The above Unaudited Financial Results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 23rd October, 2008.

For THE ANDHRA PRADESH PAPER MILLS LIMITED,

Place : Secunderabad
Date : 23.10.2008

M.K. TARA
MANAGING DIRECTOR