

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 ENDED 30th JUNE 2009

Rs. In lacs

Sl. No.	Particulars	Quarter ended 30.06.2009	Quarter ended 30.06.2008	Year ended 31.03.2009
		(unaudited)	(unaudited)	(Audited)
1	(a) Net Sales / Income from operations	13774.34	17852.29	62794.85
	(b) Other Income	418.31	153.41	1023.29
	Total Income	14192.65	18005.70	63818.14
2	Expenditure			
	a] (increase) / decrease in stock	(737.38)	(95.13)	(3086.52)
	b] Consumption of Raw Materials	3753.07	5458.58	18857.55
	c] Stores	3617.13	4441.65	17355.63
	d] Power & Fuel	1426.34	1399.41	6473.05
	e] Staff Cost	1429.99	1263.36	5507.65
	f] Other Expenditure	1415.16	1430.79	6173.77
	g] Total Expenses	10904.31	13898.66	51281.13
3	EBIDTA	3288.34	4107.04	12537.01
4	Interest	961.25	1197.27	5048.96
5	Depreciation	1396.45	1316.62	5411.19
6	Profit after Interest but before Exceptional items	930.64	1593.15	2076.86
7	Exceptional items	0.00	(1804.88)	111.87
8	Profit/(Loss) from Ordinary activities before tax	930.64	(211.73)	2188.73
9	Tax Expense	110.00	4.00	293.34
10	Net Profit/(Loss) from Ordinary activities after tax	820.64	(215.73)	1895.39
11	Extraordinary items (net of tax expense)	-	-	-
12	Net profit for the period	820.64	(215.73)	1895.39
13	Paid-up Equity Share Capital (Face Value - Rs.10/- per share)	2573.36	2573.36	2573.36
14	Reserves, excluding Revaluation Reserves	-	-	39224.40
15	Earnings per share - Basic/ Diluted (Rs.) (not annualised)	3.19	(0.84)	7.37
16	Aggregate of Public Shareholding			
	Number of Shares	12679442	12695395	12679442
	Percentage of Shareholding	49.27	49.33	49.27

NOTES

1. The Board of Directors has approved issue of 70,18,242 equity shares of Rs.10/- each at a premium of Rs.40/- per share in the ratio of 3:11 aggregating to Rs.35,09,12,100/- on rights basis along with equivalent number of warrants to be converted into equity shares at the same price.
2. During the current quarter, there was a planned plant shut down of Unit : APM for 13 days which resulted in loss of production of about 3200 MTs.
3. Installation of paper machine No.6 with annual capacity of 67000 MT is in progress.
4. Pursuant to the notification dated 31st March 2009 of the Ministry of Corporate Affairs, Government of India, the Company opted for accounting the exchange differences arising on reporting of long term foreign currency monetary items in line with the Companies (Accounting Standards) Amendment Rules 2009, on Accounting Standard AS 11 with effect from 1st April 2007. Due to the change in the basis of accounting, there is an additional charge for depreciation of Rs.37.21 lacs during the current quarter.

Since the aforesaid notification was made on 31st March, 2009 and the effect thereof considered only in the annual accounts of the previous year, certain figures of the current period are not comparable with those of the corresponding previous period.

5. Other Operating Income includes income from sale of surplus generated power of Rs.91.15 Lakhs and other Income includes Profit on Sale of fixed assets of Rs.267.94 Lakhs.
6. Tax expense comprises of Income-tax (MAT), Deferred Tax and Fringe Benefit Tax.
7. The Company operates in one reportable segment of manufacture and sale of pulp, paper and paper boards.
8. A Limited Review of the above Financial Results has been carried out by Statutory Auditors. With regard to Audit observation on deferred tax, the matter is subjudice before the High Court.
9. No investor complaint was received during the current quarter and no complaint was pending at the beginning and at the end of the quarter.
10. The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 31st July, 2009.

For THE ANDHRA PRADESH PAPER MILLS LIMITED,

Place : Secunderabad
Date : 31st July, 2009

M.K. TARA
MANAGING DIRECTOR