

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2007

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
 FOR THE QUARTER ENDED 30TH SEPTEMBER 2007**

Particulars		(Rs in Crore)				
		Quarter Ended 30.09.2007	Quarter Ended 30.09.2006	Half-Year Ended 30.09.2007	Half-Year Ended 30.09.2006	Year Ended 31.03.2007
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
NET SALES/INCOME FROM OPERATIONS	(1)	239.16	235.45	453.17	414.77	854.84
OTHER INCOME	(2)	6.35	5.81	11.45	10.19	25.56
TOTAL INCOME (1+2)	(3)	245.51	241.26	464.62	424.96	880.40
Less :						
TOTAL EXPENDITURE	(4)	191.78	202.20	370.44	353.71	732.58
a) (Inc./) Dec. in Stock-in-trade		(8.15)	6.82	(12.29)	(11.49)	0.00
b) (Inc./) Dec. in Stock of Rawmaterials and in Work in Progress		7.54	10.76	(3.47)	0.59	5.28
c) Raw materials & Chemicals		68.81	62.14	136.24	125.18	246.51
d) Power, Fuel & Water Charges		46.05	46.83	96.21	90.97	184.66
e) Employees cost		15.68	15.60	34.34	30.63	63.78
f) Depreciation		18.99	16.09	36.12	31.89	66.73
g) Repairs and Maintenance		14.20	14.21	27.65	29.46	54.05
h) Other expenditure		28.66	29.75	55.64	56.48	111.57
INTEREST AND FINANCE CHARGES	(5)	4.48	5.60	9.60	10.92	20.52
PROFIT BEFORE PRIOR PERIOD/EXCEPTIONAL ITEMS (3-4-5)		49.25	33.46	84.58	60.33	127.30
Less: Prior Period / Exceptional Items	(6)	0.00	0.00	0.00	0.00	2.27
PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (3-(4+5+6))	(7)	49.25	33.46	84.58	60.33	125.03
Tax expense	(8)	16.01	10.23	27.61	18.30	38.97
PROFIT FROM ORDINARY ACTIVITIES AFTER TAX (7-8)	(9)	33.24	23.23	56.97	42.03	86.06
Extraordinary Items (net of tax expenses)	(10)	0.00	0.00	0.00	0.00	0.00
NET PROFIT (+) / LOSS (-) FOR THE PERIOD (9 - 10)	(11)	33.24	23.23	56.97	42.03	86.06
PAID UP EQUITY SHARE CAPITAL (Equity shares of Rs. 10/- each)	(12)					69.21
RESERVES EXCLUDING REVALUATION RESERVES	(13)					507.12
EARNINGS PER SHARE						
-Basic before Prior Period/Exceptional Items (Rs.)*	(14)	4.80	3.36	8.23	6.07	12.76
-Diluted before Prior Period/Exceptional Items (Rs.)*	(15)	4.80	3.36	8.23	6.07	12.76
-Basic after Prior Period/Exceptional Items (Rs.)*	(16)	4.80	3.36	8.23	6.07	12.43
-Diluted after Prior Period/Exceptional Items (Rs.)*	(17)	4.80	3.36	8.23	6.07	12.43
AGGREGATE OF NON PROMOTER SHAREHOLDING	(18)					
- NUMBER OF SHARES		44765700	44765700	44765700	44765700	44765700
- PERCENTAGE OF SHAREHOLDING		64.68	64.68	64.68	64.68	64.68

* Not Annualised

Particulars		(Rs in Crore)				
		Quarter Ended 30.09.2007	Quarter Ended 30.09.2006	Half-Year Ended 30.09.2007	Half-Year Ended 30.09.2006	Year Ended 31.03.2007
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A) Primary Segments						
1 Segment Revenue						
a) Paper		225.16	222.63	426.79	391.58	813.80
b) Energy		42.42	40.28	82.15	77.64	148.07
Sub-Total		267.58	262.91	508.94	469.22	961.87
Less: Inter Segment revenue		28.42	27.46	55.77	54.45	107.03
Net Sales / Income from Operations		239.16	235.45	453.17	414.77	854.84
2 Segment Results (Profit (+) / Loss (-) before tax and Interest)						
a) Paper		49.98	36.97	89.33	67.54	147.01
b) Energy		5.97	4.24	9.55	7.76	7.63
Sub-Total		55.95	41.21	98.88	75.30	154.64
Less: I) Interest		4.48	5.60	9.60	10.92	20.52
ii) Other unallocable expenditure net of unallocable income		2.22	2.15	4.70	4.05	9.09
Total Profit Before Tax		49.25	33.46	84.58	60.33	125.03
3 Capital Employed (Segment Assets - Segment Liabilities)						
a) Paper		1186.04	993.68	1186.04	993.68	1138.60
b) Energy		130.27	100.73	130.27	100.73	135.54
c) Other Unallocable Liabilities (Net)		14.38	14.69	14.38	14.69	14.59
Total Capital Employed		1330.69	1109.10	1330.69	1109.10	1288.73
B) Secondary Segments						
1 Segment Revenue						
a. Paper						
India		183.31	162.92	355.65	300.96	631.63
Rest of the World		41.85	59.71	71.14	90.62	182.17
Sub Total		225.16	222.63	426.79	391.58	813.80
b. Energy sold within India		42.42	40.28	82.15	77.64	148.07
Total (a) + (b)		267.58	262.91	508.94	469.22	961.87
Less: Inter-Segment Revenue		28.42	27.46	55.77	54.45	107.03
Net Sales / Income from Operations		239.16	235.45	453.17	414.77	854.84

Note:

- The above unaudited financial results were reviewed by the audit committee and approved by the board of directors 27th October, 2007 and a limited review of the same has been carried out by the statutory auditors of the company
- Wherever necessary, previous year's figures have been regrouped to conform to current year's classification.
- The Board of Directors have declared interim dividend of 20% and fixed the record date for payment of interim dividend as 13th November, 2007
- The impact of changes in exchange rates pertaining to foreign currency assets/ liabilities outstanding as on 30.09.2007 except those covered by forward contracts, has not been considered. The same will be considered on the date of settlement or at the year end, whichever is earlier. In case such items are revalued based on the closing exchange rate as on 30/9/2007, the net profit would have been lower by RS.9.72 lakh.
- Pursuant to revised Accounting Standard 15R (AS-15R) on "employee benefits" an amount of Rs.12.46 crore (net of deferred tax credit of Rs.6.42 crore) has been debited to the General Reserve. The amount represents the difference between the liability in respect of various employee benefits determined under AS 15 (Revised) as on April 1, 2007 a the liability that existed as on that date as per AS 15 prior to the revision.
- During the quarter, the company received 10 complaints from the shareholders which were all duly resolved. There no complaints remaining unresolved as at the beginning and at the end of the quarter.

For and on behalf of the board

V.MURTHY, IAS
MANAGING DIRECTOR