

Sambandam Spinning Mills Limited
Regd. Office: Mill Premises, Kamaraj Nagar Colony, Salem 636 014.
Financial Results for the quarter/year ended March 31, 2011

Rs. lakhs

Three months ended 31.03.10 Unaudited	Three months ended 31.03.11 Unaudited	Particulars	Nine months ended 31.12.10 Unaudited	Year ended 31.03.11 Audited	Previous year ended 31.03.10 Audited
4148	5695	1. Net sales/Income from operations	14996	20691	14167
0	3	2. Other income	6	8	6
4148	5698	3. Total income (1+2)	15002	20699	14173
		4. Expenditure			
		(i) Increase(-)/Decrease in value of stocks of finished goods and work in progress	(464)	(1,289)	(100)
36	(826)	(ii) Consumption of raw materials	8385	12338	7725
2269	3953	(iii) Purchase of traded goods	--	2	--
--	2	(iv) Employees cost	1168	1603	1288
352	436	(v) Power and fuel - net	1281	2148	1312
500	866	(vi) Depreciation/amortisation	835	1114	1092
273	280	(vii) Other expenditure	943	1374	962
311	432	(viii) Total expenditure	12148	17291	12279
3740	5143	5. Interest - net	1056	1487	1248
278	432	6. Exceptional item - income	--	--	--
--	--	7. Profit/(Loss) from ordinary activities before tax (3)-(4+5+6)	1,798	1,921	646
130	123	8. Tax expense			
--	--	(i) Current tax	--	--	-
37	15	(ii) Deferred tax liability/(withdrawal)	650	665	177
93	108	9. Net profit/(loss) from ordinary activities after Tax (7-8)	1,148	1,256	469
--	--	10. Extraordinary items	--	--	-
93	108	11. Net profit/(loss) for the period (9-10)	1,148	1,256	469
428	428	12. Paid-up Equity share capital (Face value of Rs.10 per share)	428	428	428
		13. Reserves excluding revaluation reserves		4040	2995
2.18	2.53	14. Earnings per share-Basic and diluted (not annualised) in Rs.	26.92	29.45	11.00
		15. Public shareholding			
1655366	1655366	- Number of shares	1655366	1655366	1655366
38.82	38.82	- Percentage of shareholding	38.82	38.82	38.82
		16. Promoters and Promoter group shareholding			
2609234	2609234	- Number of shares	2609234	2609234	2609234
61.18	61.18	- Percentage of shareholding	61.18	61.18	61.18
Nil	Nil	- Pledged/encumbered	Nil	Nil	Nil

Notes:

- Interest - net includes (i) foreign currency transaction and translation loss (net) relating to financial cost of Rs.87.56 lakhs and Rs.89.55 lakhs for the year ended March 31, 2011 and December 31, 2010 respectively and (ii) foreign currency transaction and translation gain(net) of Rs.1.99 lakhs, Rs.35.06 lakhs and Rs.49.10 lakhs for the three months ended March 31, 2011, three months ended March 31, 2010 and for the year ended March 31, 2010 respectively.
- Power cost for the quarter and year ended March 31, 2011 is after recognizing the reversal of carbon credit accrued in prior years of Rs.165 lakhs due to rejection of claim and Rs.53 lakhs as a measure of abundant caution due to inordinate delay in issuing validation report.
- In view of the MAT credit entitlement under section 115JAA of the Income tax Act, 1961, no provision for current income tax has been considered.
- In addition to the interim dividend of Rs.2 per equity share of Rs.10 each declared on January 29, 2011, the board has recommended, subject to approval of bank, a final dividend of Rs.2 per equity share of Rs.10 each
- The company is principally engaged in a single business segment viz., cotton yarn and operates in a single geographical segment.
- During the quarter, no investor complaints were received nor pending for redressal at the beginning and end of the quarter.

7. Disclosure of assets and liabilities as per clause 41(1)(ea) of the listing agreement for the year ended March 31, 2011

Assets and liabilities	Rs. lakhs	
	Year ended	Previous year ended
	(Audited) 31.03.11	(Audited) 31.03.10
1. Sources of funds		
Shareholders' funds		
Capital	428	428
Reserves and surplus	6967	5960
	7395	6388
Loan funds		
Secured loans	18004	15448
Unsecured loans	791	749
	18795	16197
Deferred tax liability-net	2912	2247
	29102	24832
2. Application of funds		
Fixed assets less depreciation (including capital work in progress)	17801	18482
Investments	210	210
Current assets, loans and advances		
Inventories	10194	4905
Sundry debtors	3321	1653
Cash and bank balances	249	382
Other current assets	262	355
Loans and advances	1388	992
	15414	8287
Less Current liabilities and provisions		
Liabilities	4002	1931
Provisions	324	225
	4326	2156
Net current assets	11088	6131
Miscellaneous expenditure	3	9
	29102	24832

8. The above financial results reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on May 23, 2011.

On behalf of the Board of Directors

Place : Salem
Dated: May 23, 2011

S.Devarajan
Chairman and Managing Director