

Sambandam Spinning Mills Limited

Regd.Office: Mill Premises, Kamaraj Nagar Colony, Salem 636 014.

Unaudited financial Results for the quarter ended June 30, 2009

Rs. lakhs

Particulars	Three months	Corresponding	Previous
	ended 30.06.09 Unaudited	three months 30.06.08 Unaudited	year ended 31.03.09 Audited
1. Net sales/Income from operations	3165	2784	11677
2. Other income	9	15	37
3. Total income (1+2)	3174	2799	11714
4. Expenditure			
(i) Increase(-)/Decrease in value of stocks of finished goods and work in progress	40	(248)	213
(ii) Consumption of raw materials	1732	1716	6750
(iii) Purchase of traded goods	--	--	--
(iv) Employees cost	287	279	1049
(v) Power and fuel - net	278	212	926
(vi) Depreciation/amortisation	272	225	1003
(vii) Other expenditure	130	228	920
(viii) Total expenditure	2739	2412	10861
5. Interest - net	338	239	1392
6. Exceptional item - income	--	--	--
7. Profit/(Loss) from ordinary activities before tax (3)-(4+5+6)	97	148	(539)
8. Tax expense			
(i) Current tax	-	-	-
(ii) Fringe benefit tax	0	2	5
(iii) Deferred tax liability/(withdrawal)	24	35	(161)
9. Net profit/(loss) from ordinary activities after Tax (7-8)	73	111	(383)
10. Extraordinary items	-	-	-
11. Net profit/(loss) for the period (9-10)	73	111	(383)
12. Paid-up Equity share capital (Face value of Rs.10 per share)	428	428	428
13. Reserves excluding revaluation reserves			5545
14. Earnings per share-Basic and diluted (not annualised) in Rs.	1.72	2.60	(8.96)
15. Public shareholding			
- Number of shares	1655066	1655066	1655066
- Percentage of shareholding	38.81	38.81	38.81
16. Promoters and promoter group shareholding			
a. Pledged/Encumbered			
Number of shares	Nil	Nil	Nil
- Percentage of promotor shareholding	Nil	Nil	Nil
- Percentage of total share capital	Nil	Nil	Nil
b. Non encumbered			
Number of shares	2609534	2609534	2609534
- Percentage of promotor shareholding	100.00	100.00	100.00
- Percentage of total share capital	61.19	61.19	61.19

Notes

- The operations of the company were adversely affected by (a) increase in cotton price due to minimum support price, (b) continued power cut and (c) high price of purchased power from private power producers.
- In view of the amendments proposed in the Finance bill (No.2), 2009 which has also been passed by the Lok Sabha, no provision for Fringe Benefit Tax has been considered in the Accounts.
- 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.
- The above financial results were reviewed by the Audit Committee and then approved by the Board of Directors at its meeting held on July 31, 2009. The Statutory Auditors have conducted a limited review of the above results.

for Sambandam Spinning Mills Limited

July 31, 2009

Salem

Chairman and Managing Director