

Sambandam Spinning Mills Limited					
Regd. Office: Mill Premises, Kamaraj Nagar Colony, Salem 636 014.					
Unaudited Financial Results for the quarter/six months ended September 30, 2010					Rs. lakhs
Three months ended (unaudited)		Particulars	Six months ended (Unaudited)		Previous year ended (Audited) March 31, 2010
September 30, 2009	September 30, 2010		September 30, 2010	September 30, 2009	
3303	5363	1. Net sales/Income from operations	9885	6472	14038
1	27	2. Other income	5	41	52
3304	5390	3. Total income (1+2)	9890	6513	14090
		4. Expenditure			
		(i) (Increase)/Decrease in value of stocks of			
27	412	finished goods and work in progress	97	67	(100)
1839	2724	(ii) Consumption of raw materials	5223	3571	7725
--	--	(iii) Purchase of traded goods	--	--	--
309	363	(iv) Employees cost	719	596	1283
(20)	147	(v) Power and fuel - net	642	259	1183
273	281	(vi) Depreciation/amortisation	554	545	1092
237	336	(vii) Other expenditure-net	672	402	965
2666	4262	(viii) Total expenditure	7907	5440	12148
353	327	5. Interest - net	673	691	1296
--	--	6. Exceptional item	--	--	--
285	801	7. Profit from ordinary activities before tax (3)-(4+5+6)	1,309	382	646
		8. Tax expense			
--	--	(i) Current tax	--	--	-
87	330	(ii) Deferred tax liability	470	110	177
199	471	9. Net profit from ordinary activities after Tax (7-8)	839	272	469
--	--	10. Extraordinary items	--	--	-
199	471	11. Net profit for the period (9-10)	839	272	469
428	428	12. Paid-up Equity share capital (Face value of Rs.10 per share)	428	428	428
		13. Reserves excluding revaluation reserves			5960
4.66	11.04	14. Earnings per share-Basic and diluted (not annualised) in Rs.	19.68	6.38	11.00
		15. Public shareholding			
1655066	1655366	- Number of shares	1655366	1655066	1655366
38.81	38.82	- Percentage of shareholding	38.82	38.81	38.82
		16. Promoters and Promoter group shareholding			
2609534	2609234	- Number of shares	2609234	2609534	2609234
61.19	61.18	- Percentage of shareholding	61.18	61.19	61.18
Nil	Nil	- Pledged/encumbered	Nil	Nil	Nil

Notes:

- Other expenditure includes foreign exchange loss(net) as per AS 11 of Rs.4.43 lakhs and Rs.70.23 lakhs for the three months ended September 30, 2009 and for the six months ended September 30, 2010 respectively. Other income includes foreign exchange gain(net) of Rs.21.86 lakhs, Rs.34.67 lakhs and Rs.45.33 lakhs for the three months ended September 30, 2010, for the six months ended September 2009 and for the year ended March 31, 2010 respectively.
- The income tax liability for the six months ended September 30, 2010 under section 115JB of the Income tax Act 1961 is subject to adjustment under section 115JAA of the Act and hence the provision for income tax for the said period is taken as nil.
- 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.

5. Disclosure of assets and liabilities as per clause 41(1)(ea) of the listing agreement for the six months ended September 2010 :-				Rs. lakhs
Assets and liabilities	Six months ended (Unaudited)		Previous year ended	
	September 30, 2010	September 30, 2009	(Audited) March 31, 2010	
1. Sources of funds				
Shareholders' funds				
Capital	428	428	428	
Reserves and surplus	6774	5790	5960	
	7202	6218	6388	
Loan funds				
Secured loans	14365	15283	15448	
Unsecured loans	799	777	749	
	15164	16060	16197	
Deferred tax liability-net	2717	2180	2247	
	25083	24458	24832	
2. Application of funds				
Fixed assets less depreciation (including capital work in progress)	18254	18735	18482	
Investments	210	210	210	
Current assets, loans and advances				
Inventories	3162	2806	4905	
Sundry debtors	2689	1849	1653	
Cash and bank balances	551	304	382	
Other current assets	216	324	355	
Loans and advances	1120	781	992	
	7738	6064	8287	
Less Current liabilities and provisions				
Liabilities	956	419	1931	
Provisions	169	172	225	
	1125	591	2156	
Net current assets	6613	5473	6131	
Miscellaneous expenditure	6	40	9	
	25083	24458	24832	
6. The above financial results reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on October 30, 2010.				
			On behalf of the Board of Directors	
Place : Salem			S.Devarajan	
Dated: October 30, 2010			Chairman and Managing Director	