

Sambandam Spinning Mills Limited

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

Unaudited Financial Results for the quarter/nine months ended December 31, 2010

Rs. lakhs

Three months ended (unaudited)		Particulars	Nine months ended (Unaudited)		Previous year ended (Audited) March 31, 2010
December 31, 2009	December 31, 2010		December 31, 2010	December 31, 2009	
3426	4986		1. Net sales/Income from operations	14871	
27	33	2. Other income	130	138	181
3453	5019	3. Total income (1+2)	15001	10036	14219
		4. Expenditure			
		(i) (Increase)/Decrease in value of stocks of finished goods and work in progress	(464)	(136)	(100)
(204)	(560)	(ii) Consumption of raw materials	8385	5456	7725
1884	3162	(iii) Purchase of traded goods	--	--	--
--	--	(iv) Employees cost	1168	930	1283
335	448	(v) Power and fuel - net	1281	812	1312
460	547	(vi) Depreciation/amortisation	835	820	1092
275	281	(vii) Other expenditure-net	1032	655	965
277	360	(viii) Total expenditure	12237	8537	12277
3027	4238	5. Interest - net	966	983	1296
292	293	6. Exceptional item	--	--	--
--	--	7. Profit from ordinary activities before tax (3)-(4+5+6)	1,798	516	646
134	488	8. Tax expense			
		(i) Current tax	--	--	-
--	--	(ii) Deferred tax liability	650	140	177
30	180	9. Net profit from ordinary activities after Tax (7-8)	1,148	376	469
104	308	10. Extraordinary items	--	--	-
--	--	11. Net profit for the period (9-10)	1,148	376	469
104	308	12. Paid-up Equity share capital (Face value of Rs.10 per share)	428	428	428
428	428	13. Reserves excluding revaluation reserves			5960
		14. Earnings per share-Basic and diluted (not annualised) in Rs.	26.92	8.83	11.00
2.45	7.24	15. Public shareholding			
		- Number of shares	1655366	1655066	1655366
1655066	1655366	- Percentage of shareholding	38.82	38.81	38.82
38.81	38.82	16. Promoters and Promoter group shareholding			
		- Number of shares	2609234	2609534	2609234
2609534	2609234	- Percentage of shareholding	61.18	61.19	61.18
61.19	61.18	- Pledged/encumbered	Nil	Nil	Nil
Nil	Nil				

Notes:

- The above financial results reviewed by the Audit Committee, were approved by the Board of Directors at their meeting held on January 29, 2011.
- Interim dividend @ Rs.2 per equity share of Rs.10 each has been declared at the Board Meeting held on January 29, 2011 and the record date for this purpose is February 9, 2011.
- The company's primary segment is identified as business segment based on the nature of products, risks, returns and the internal business reporting system and secondary segment is identified based on the geographical location of the customers as per AS 17. The company is principally engaged in a single business segment viz. cotton yarn.
- Other expenditure includes foreign exchange loss(net) as per AS 11 of Rs.24.40 lakhs, Rs.18.97 lakhs and Rs.89.20 lakhs for the three months ended December 31, 2009, for the three months ended December 31, 2010 and for the nine months ended December 31, 2010 respectively. Other income includes foreign exchange gain(net) of Rs.10.27 lakhs and Rs.45.33 lakhs for the nine months ended December 31, 2009 and for the year ended March 31, 2010 respectively.
- The income tax liability for the nine months ended December 31, 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.
- During the quarter, no investor complaints were received nor pending for redressal at the beginning and end of the quarter.

On behalf of the Board of Directors

Place : Salem

Dated: January 29, 2011

S.Devarajan

Chairman and Managing Director