

SAMBANDAM SPINNING MILLS LIMITED

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

Unaudited financial Results for the quarter ended September 30, 2009

(Rupees Lakhs)

Corresponding three months ended 30.09.08 (unaudited)	Three months ended 30.09.09 (unaudited)	Particulars	Six months ended 30.09.09 (Unaudited)	Corresponding six Months ended 30.09.08 (Unaudited)	Previous year ended 31.03.09 (Audited)
3392	3299	1. Net sales/Income from operations	6464	6175	11677
3	5	2. Other income	14	19	37
3395	3304	3. Total income (1+2)	6478	6194	11714
		4. Expenditure			
(24)	27	(i) Increase(-)/Decrease in value of stocks of finished goods and work in progress	67	(272)	213
1953	1839	(ii) Consumption of raw materials	3571	3669	6750
--	--	(iii) Purchase of traded goods	--	--	--
290	309	(iv) Employees cost	596	569	1049
150	(20)	(v) Power and fuel - net	259	361	926
242	273	(vi) Depreciation/amortisation	545	467	1003
258	237	(vii) Other expenditure	367	487	920
2869	2665	(viii) Total expenditure	5405	5281	10861
435	353	5. Interest - net	691	674	1392
--	--	6. Exceptional item - income	--	--	--
91	286	7. Profit/(loss) from Ordinary activities before tax (3)-(4+5+6)	382	239	(539)
--	--	8. Tax expense			
3	0	(i) Current tax	--	--	--
29	87	(ii) Fringe benefit tax	0	3	5
59	199	(iii) Deferred tax liability / (withdrawal)	110	64	(161)
--	--	9. Net profit / (loss) from Ordinary activities after Tax (7-8)	272	172	(383)
59	199	10. Extraordinary items	--	--	--
428	428	11. Net profit / (loss) for the period (9-10)	272	172	(383)
1.39	4.67	12. Paid-up Equity share capital (Face value of Rs.10 per share)	428	428	428
1655066	1655066	13. Reserves excluding revaluation reserves			5545
38.81	38.81	14. Earnings per share-Basic and diluted (not annualised) in Rs.	6.38	4.04	(8.96)
Nil	Nil	15. Public shareholding			
Nil	Nil	- Number of shares	1655066	1655066	1655066
Nil	Nil	- Percentage of shareholding	38.81	38.81	38.81
2609534	2609534	16. Promoters and promoter group shareholding			
100.00	100.00	a. Pledged / Encumbered			
61.19	61.19	Number of shares	Nil	Nil	Nil
		- Percentage of promoter shareholding	Nil	Nil	Nil
		- Percentage of total share capital	Nil	Nil	Nil
		b. Non encumbered			
		Number of shares	2609534	2609534	2609534
		- Percentage of promoter 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 mainly by (a) increase in cotton cost due to minimum support price and (b) continued power cut, load shedding and peak hour restriction.
- 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 October 31, 2009. The Statutory Auditors have conducted a limited review of the above results.

For Sambandam Spinning Mills Limited

October 31, 2009
Salem

(S. DEVARAJAN)
Chairman and Managing Director