

Kandagiri Spinning Mills Limited

Regd. Office: Mill Premises, Udayapatti PO, Salem 636 140

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	
2562	3974		1. Net sales/Income from operations	11107	
4	0	2. Other income	10	27	75
2566	3974	3. Total income (1+2)	11117	7443	10639
		4. Expenditure			
		(i) (Increase)/Decrease in value of stocks of finished goods and work in progress			
(257)	(239)	(ii) Consumption of raw materials	(340)	(320)	(322)
1487	2410	(iii) Purchase of traded goods	6119	4150	5974
--	--	(iv) Employees cost	--	--	--
235	364	(v) Power and fuel - net	994	675	933
355	389	(vi) Depreciation/amortisation	850	648	996
195	196	(vii) Other expenditure-net	584	581	779
217	279	(viii) Total expenditure	876	598	848
2232	3399	5. Interest - net	9083	6332	9208
249	232	6. Exceptional item	740	755	982
--	--	7. Profit from ordinary activities before tax (3)-(4+5+6)	--	--	--
85	343	8. Tax expense	1,294	356	449
		(i) Current tax			
--	--	(ii) Deferred tax liability	--	--	--
24	130	9. Net profit from ordinary activities after Tax (7-8)	450	105	115
61	213	10. Extraordinary items	844	251	334
--	--	11. Net profit for the period (9-10)	--	--	--
61	213	12. Paid-up Equity share capital (Face value of Rs.10 per share)	844	251	334
386	386	13. Reserves excluding revaluation reserves	386	386	386
1.59	5.52	14. Earnings per share-Basic and diluted (not annualised) in Rs.			4334
		15. Public shareholding	21.92	6.51	8.67
1159078	1159078	- Number of shares			
30.11	30.11	- Percentage of shareholding	1159078	1159078	1159078
		16. Promoters and Promoter group shareholding	30.11	30.11	30.11
2690172	2690172	- Number of shares			
69.89	69.89	- Percentage of shareholding	2690172	2690172	2690172
Nil	Nil	- Pledged/encumbered	69.89	69.89	69.89
			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.7.27 lakhs and Rs.83.68 lakhs 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.4.24 lakhs, Rs.26.56 lakhs and Rs.74.85 lakhs for the three months ended December 31, 2009, for the nine months ended December 31, 2010 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.

Place : Salem
Dated: January 29, 2011



On behalf of the Board of Directors,
R. Selvarajan
Chairman and Managing Director