

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2010

St. No. PARTICULARS 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 31.12.09 31.12.10 70.163 50.173 1.193.59 1.409.4 50.173 50.1	PARTICULARS		Quarte	r ended	All amounts in Indian Rupees lakhs Nine Months ended		Year ended
Less: Excise Daty 70.163 50.175 1,333.59 1,4094					and the set of the set		31.03.10 (Audited)
Less: Excise Daty 701.63 501.75 1,333.59 1,4094 Net Sales / Income from operations 16,952.94 15,696.30 51,570.03 43,585. Sale of surplus power 351.78 481.07 1,131.60 1,040. 3 Other operating income 283.99 21.29 827.48 379. 4 Total income 17,590.71 16,198.66 53,529.11 45,094. 3 (Increase) decrease in stock (2,199.27) 463.34 (2,855.45) (1,665.5 1,4341.27 46,349.51 44,208.99 1,185.61 (1,655.5 1,165.51 1,165.61	s S	Sales	17.654.57	16,198,05	53,503,62	44,994.81	65,432,3
2 Sale of surplus power 351.78 481.07 1,131.60 1,040.						1,409.46	2,026.2
Total income	Sale	es / Income from operations	16,952.94	15,696.30	51,570.03	43,585.35	63,406.
Total income 17,590,71 16,198,66 53,529,11 45,004. Total expenditure 15,563,60 114,341,27 46,349,51 (1,663.5 b) Consumption of raw materials 2,000,77 463.34 (2,865.45) (1,663.5 b) Consumption of raw materials 3,000,77 463.34 (2,865.45) (1,663.5 b) Consumption of raw materials 3,000,77 448,68 3,803,78 12,738,43 10,899.1 d) Power and fuel 2,440,43 1,635.51 6,712.66 4,169.51 (1,663.5 b) Consumption of raw materials 2,460,43 1,635.51 (1,672.66 4) (1,699.1 d) Power and fuel 2,440,43 1,635.51 (1,653.5 b) Consumption of raw materials 2,205.38 13,633.4 5,593.59 4,090.7 (1,704.36 1) (1,707.13 4,938.53 4,333.1 g) Depreciation and amortisation 1,744.70 1,385.75 5,010.86 4,169.6 exceptional items 2,027.11 1,857.39 7,179.60 6,530. d) Profit ferom operations before other income, interest and exceptional items 2,150.65 1,881.66 7,516.11 6,629. d) Interest 1,114.13 752.25 2,940.71 2,483. d) Profit before interest and exceptional items 1,103.6.52 1,129.41 4,575.40 4,146. d) Profit ferom Ordinary activities before tax 1,036.52 1,129.41 4,575.40 4,146. d) Profit from Ordinary activities before tax 1,036.52 1,129.41 4,575.40 4,146. d) Profit from ordinary activities after tax 819.52 937.41 3,652.40 3,522. d) Extra-ordinary items 3 Before Extra-ordinary items 4 Basic 5 Diluted 5 2,46 3,64 10.96 133. d) Profit for the period / year 819.52 937.41 3,652.40 3,522. d) Padid up equity share capital (face value Rs.10/- each) 3,977.00 2,573.36 3,977.00 3,977.00 3,977.00 3,9	of s	surplus power	351.78	481.07	1,131.60	1,040.23	1,501.
Total expenditure	r op	perating income	285.99	21.29	827.48	379.04	416.
a] (Increase)' decrease in stock C, 139.27)	l in	ncome	17,590.71	16,198.66	53,529.11	45,004.62	65,324.
b Consumption of raw materials 5,260.07 3,982.42 14,220.89 11,836.20 c Stores 4,448.68 3,803.78 12,738.43 10,899.1 10,899.1 10,909.1 10,000 10	l ex	xpenditure	15,563.60	14,341.27	46,349.51	38,474.53	56,015.
c Stores 4,448,68 3,803,78 12,738,43 10,809,19 d Power and fuel 2,460,43 1,635,51 6,712,66 4,611,61 e Personnel costs 2,665,38 1,363,34 5,593,59 4,090,7 f Other expenditure 1,743,61 1,707,13 4,938,33 4,533,18 g Depreciation and amortisation 1,744,70 1,385,75 5,010,86 4,169,6 Frofit from operations before other income, interest and exceptional items 2,027,11 1,887,39 7,179,60 6,530, G Profit from operations before other income, interest and exceptional items 2,150,65 1,881,66 7,516,11 6,629, Interest 1,114,13 752,25 2,940,71 2,483, Profit before interest and exceptional items 1,036,52 1,129,41 4,575,40 4,146, Exceptional items Profit from Ordinary activities before tax 1,036,52 1,129,41 4,575,40 4,146, Exceptional items Profit from Ordinary activities before tax 1,036,52 1,129,41 4,575,40 4,146, Net Profit from Ordinary activities after tax 819,52 937,41 3,652,40 3,522, Extra-ordinary Items Paid - up equity share capital (face value Rs.10/- each) 3,977,00 2,573,36 3,977,00 2,573,36 Paid - up equity share capital (face value Rs.10/- each) 3,977,00 2,573,36 3,977,00 2,573,36 Pollite chare holding	ncre	rease)/ decrease in stock	(2,139.27)	463.34	(2,865.45)	(1,665.95)	1,844.3
di Power and fuel 2,440,43 1,635.51 6,712,66 4,611.6 e Personnel costs 7,900.7	ons	sumption of raw materials	5,260.07	3,982.42	14,220.89	11,836.26	15,618.3
e Personnel costs 2,065.38 1,363.34 5,593.59 4,090.7 1,000 1,385.73 1,743.61 1,707.13 4,398.53 4,165.65 1,744.70 1,385.73 5,010.86 4,165.66 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,385.73 7,179.60 6,530. 1,744.70 1,744.7	ore	es	4,448.68	3,803.78	12,738.43	10,899.10	14,699.9
F Other expenditure 1,743.61 1,707.13 4,938.53 4,533.1 4,533.1 4,536.53 4,166.66 Profit from operations before other income, interest and exceptional items 2,027.11 1,857.39 7,179.60 6,530. F Other income 123.54 24.27 336.51 99. P Profit before interest and exceptional items 2,150.65 1,881.66 7,516.11 6,629. Interest 1,114.13 752.25 2,940.71 2,483. P Profit before Exceptional items 1,036.52 1,129.41 4,575.40 4,146. Exceptional items Profit from Ordinary activities before tax 1,036.52 1,129.41 4,575.40 4,146. Tax expense 217.00 192.00 923.00 623. Net Profit from ordinary activities after tax 819.52 937.41 3,652.40 3,522. Net Profit from ordinary activities after tax 819.52 937.41 3,652.40 3,522. Extra-ordinary Items Paid - up equity share capital (face value Rs.10/- each) 3,977.00 2,573.36 3,977.00 2,573. Reserves (Excluding revaluation reserve) Earnings per share for the period (in Rupees) per Rs.10/- share 3,64 10.96 13. D Alter Extra-ordinary items - 2,46 3,64 10.96 13. D Alter Extra-ordinary items - 2,46 3,64 10.96 13. D Public share holding - Number of shares (Face value Rs.10/- each) 18,599.881 12,655,352 18,599.881 1	owe	er and fuel	2,440.43	1,635.51	6,712.66	4,611.64	5,960.2
g] Depreciation and amortisation 1,744.70 1,385.75 5,010.86 4,169.6 Profit from operations before other income, interest and exceptional items 2,027.11 7 Other income 123.54 Profit before interest and exceptional items 1,114.13 Profit before exceptional items 1,114.13 Profit before Exceptional items 1,036.52 Profit from Ordinary activities before tax 1,036.52 Profit from Ordinary activities before tax 1,036.52 Profit from Ordinary activities after tax 1,036.52 1,129.41 Profit from ordinary acti	erso	onnel costs	2,065.38	1,363.34	5,593.59	4,090.75	5,648.9
g] Depreciation and amortisation 1,744.70 1,385.75 5,010.86 4,169.6 Profit from operations before other income, interest and exceptional items 2,027.11 7 Other income 123.54 Profit before interest and exceptional items 1,114.13 Profit before exceptional items 1,114.13 Profit before Exceptional items 1,036.52 Profit from Ordinary activities before tax 1,036.52 Profit from Ordinary activities before tax 1,036.52 Profit from Ordinary activities after tax 1,036.52 1,129.41 Profit from ordinary acti	her	r expenditure	1,743.61	1,707.13	4,938.53	4,533.11	6,661.9
Commons Comm				THE ATTEMPT OF THE STATE OF THE		4,169.62	5,581.
7 Other income 123.54 24.27 336.51 99. 8 Profit before interest and exceptional items 2,150.65 1,881.66 7,516.11 6,629. 9 Interest 1,114.13 752.25 2,940.71 2,483. 10 Profit before Exceptional items 1,036.52 1,129.41 4,575.40 4,146. 11 Exceptional items	t fr	rom operations before other income, interest and					
Profit before interest and exceptional items	tion	nal items	2,027.11	1,857.39	7,179.60	6,530.09	9,309.
Interest 1,114.13 752.25 2,940.71 2,483.	r inc	acome	123.54	24.27	336.51	99.65	411.
10 Profit before Exceptional items	t be	pefore interest and exceptional items	2,150.65	1,881.66	7,516.11	6,629.74	9,720.
Exceptional items	est		1,114.13	752.25	2,940.71	2,483.27	3,215.
Profit from Ordinary activities before tax	t be	pefore Exceptional items	1,036.52	1,129.41	4,575.40	4,146.47	6,505.
Tax expense 217.00 192.00 923.00 623.01	ptio	onal items	• 1		19.	•	-
Net Profit from ordinary activities after tax 819.52 937.41 3,652.40 3,522.41	t fr	rom Ordinary activities before tax	1,036.52	1,129.41	4,575.40	4,146.47	6,505.
Extra-ordinary Items	хрє	ense	217.00	192.00	923.00	623.83	1,086.
16 Net profit for the period / year 819.52 937.41 3,652.40 3,522.40 17 Paid - up equity share capital (face value Rs.10/- each) 3,977.00 2,573.36 3,977.00 2,573.36 18 Reserves (Excluding revaluation reserve)	rof	fit from ordinary activities after tax	819,52	937.41	3,652.40	3,522.64	5,419.
Paid - up equity share capital (face value Rs.10/- each) 3,977.00 2,573.36 3,977	-orc	rdinary Items	•		3	÷	-
Reserves (Excluding revaluation reserve) Earnings per share for the period (in Rupees) per Rs.10/- share	rof	fit for the period / year	819.52	937.41	3,652.40	3,522.64	5,419.
Earnings per share for the period (in Rupees) per Rs.10/- share a) Before Extra-ordinary items	- up	p equity share capital (face value Rs.10/- each)	3,977.00	2,573.36	3,977.00	2,573.36	3,275
a) Before Extra-ordinary items - Basic - Diluted b) After Extra-ordinary items - Basic - Diluted c) After Extra-ordinary items - Basic - After Extra-ordinary items - After Extra-ordinary items - Basic - After After Extra-ordinary items - Basic - After Af	ves	s (Excluding revaluation reserve)					47019.
- Basic - Diluted 2.46 3.64 10.96 13.0 b) After Extra-ordinary items - Basic - Diluted 2.46 3.64 10.96 13.0 Public share holding - Number of shares (Face value Rs.10/- each) - Percentage of share holding - Number of shares (Face value Rs.10/- each) - Percentage of share holding - Number of shares (Face value Rs.10/- each) - Percentage of share holding - Number of shares (Face value Rs.10/- each) - Percentage of share so (Face value Rs.10/- each) - Percentage of shares (Fa	ngs	s per share for the period (in Rupees) per Rs.10/- share					
Diluted 2.46 3.64 10.96 13.0			2.46	274	10.06	12.60	21.
- Basic - Diluted - Dilute						13.69	21.
2.46 3.64 10.96 13.0 (Not annualised) (2.44	10.00	12.60	
20 Public share holding Number of shares (Face value Rs.10/- each) 18,509,881 12,655,352 18,509,881 12,655,352 49.18 46.54 49.18 46.54 49.18 40.54							21. 21.
Public share holding	Dili	luted					21.
-Number of shares (Face value Rs.10/- each) 18,509,881 12,655,352 18,509,881 12,655,352 49.18 46.54 49	c sh	hare holding	(Not aintualised)	(140) aimitalised)	(140t annuanscu)	(140t annuanscu)	
a Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital - Percentage of shares (as a % of the total share capital - Percentage of shares (as a % of the total share capital	-Number of shares (Face value Rs.10/- each)					12,655,352 49.18	15,687,2 47.
a Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital - Percentage of shares (as a % of the total share capital - Percentage of shares (as a % of the total share capital	oter	ers and promoter group Shareholding					
- Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital 2.44 3.77 2.44 3.77	ged/	I/Encumbered					
of promoter and promoter group) - Percentage of shares (as a % of the total share capital 2.44 3.77 2.44 3.77							971,1
Percentage of shares (as a % of the total share capital 2.44 3.77 2.44 3.7			4.57	7.43	4.37	7.43	5.0
of the company)	rcen	ntage of shares (as a % of the total share capital	2.44	3.77	2.44	3.77	2.
b Non-encumbered							
- Number of shares 20,289,043 12,107,088 20,289,043 12,107,08	mbe	per of shares				12,107,088 92.57	16,093,48 94.3
of promoter and promoter group)	cen	mage of shares (as a % of the total shareholding omoter and promoter group)	93,43	92.37	93.43	er-a 4894	
- Percentage of shares (as a % of the total share capital of the company) 51.02 47.05 51.02 47.0	rcen	ntage of shares (as a % of the total share capital	51.02	47.05	51.02	47.05	49.1

THE ANDHRA PRADESH PAPER MILLS LIMITED

Corporate Office: # 501 - 509, Swapnalok Complex, 92/93, Sarojini Devi Road, Secunderabad - 500 003, India Corporate Office: # 501 - 509, Swapnalok Complex, 92/93, Sarojini Devi Road, Secunderabad - 500 003, India
Tel: +91-40-27813715 / 625, 30482614, Fax: +91-40-27813717 e-mail: appmcorp@andhrapaper.com Website: www.andhrapaper.com



Notes:

- 1 The Company registered its highest exports ever of 6,154 tons in this quarter
- 2 The company has been awarded two prestigious environmental awards:
 - a) The Indian Paper Manufacturers Association (IPMA) Award of 2009-2010 for Environment
 - b) The Confederation of Indian Industry (CII) Environmental Best practices Award of 2010-2011
- 3 The Profit for the quarter is primarily impacted due to retrospective settlement of wage revision, following agreement with union at APPM unit amounting to Rs.385 lakhs (net of provision).
- 4 The Company has been recognising deferred tax expense / benefit at effective tax rate of the Company for the respective years and not at the enacted tax rates as at the balance sheet date as required by Accounting Standard 22 on Accounting for Taxes on Income. The applicability of the effective tax rate instead of enacted tax rate is a matter of reference in a writ petition filed by the Company which is pending before the Hon'ble Calcutta High Court. Tax expense for the current quarter represents deferred tax charge for the quarter based on the effective tax rate for the year, which is the Minimum Alternate Tax. The statutory auditors have drawn attention to this matter in their report.
- 6 The Company is in the business of manufacture and sale of pulp, paper and paper board which according to management is a single reportable business segment.
- 7 The equity share capital has increased from Rs. 3,275.18 lakhs to Rs 3,977.00 lakhs upon conversion of 70,18,242 detachable warrants into equity shares on 2nd December 2010. Share premium @ Rs.40 per share amounting to Rs.2807.30 lacs has been credited to share premium account. The proceeds of warrants convesion issue have been fully utilised for the purposes stated in the letter of offer dated 22nd February 2010
- 8 Status of investor complaints during the quarter ended 31.12.2010, Pending at the beginning: Nil; Received during the Quarter: 15; Redressed: 9: Pending at the end of the Quarter: 6 (since resolved).
- 9 The Statutory Auditors have carried out limited review of the above financial results.
- 10 The above Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 9th February 2011.
- 11 The figures for the previous periods/ year have been re-grouped/re-classified, wherever necessary, to conform to the current period/s presentation.

By order of the Board For The Andhra Pradesh Paper Mills Limited

Place: Secunderabad Date: 9th February, 2011 M. K. TARA Managing Director & CEO