



To,  
The Board of Directors,  
PARAS PETROFILS LTD.  
Surat.

1. We have reviewed the accompanying statement of unaudited financial results of PARAS PETROFILS LTD. for the quarter ended up to 31<sup>st</sup> December, 2011 and for the quarter ended on 31<sup>st</sup> December, 2011 except for the disclosures regarding "Public Shareholding" and "Promoter and Promoter Group shareholding" which has been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of Company's Management and has been approved by Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with Standard on Review Engagement (SRE), 2400 Engagements to review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above. Nothing has come to our attention that causes us to believe that the statement prepared, fairly in all material respects, in accordance with the Accounting Standards notified in pursuant to the Companies ( Accounting Standards ) Rule, 2006 as per section 211(3C) of the Companies Act, 1956 and other recognized accounting practice and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR R K G & CO.  
Chartered Accountants,  
( ICAI Firm Regn.No. 103366W )

( CA. RAMESH GOYAL )  
Partner  
M.No. 37747

PLACE :- SURAT  
DATE :- 10.02.2012



**Unaudited Financial Results for the Quarter and upto the Quarter ended 31st December, 2011**

(Rs. in Lacs)

	QUARTER ENDED			NINE MONTH ENDED		Year ended
	31-12-2011 (Unaudited)	30-09-2011 (Unaudited)	31-12-2010 (Unaudited)	31-12-2011 (Unaudited)	31-12-2010 (Unaudited)	31-03-2011 (Audited)
1. Net Income from Operation	2,682.01	2,833.22	3,038.63	7,519.85	8,900.15	11,377.37
2. Expenditure						
a. Decrease/(Increase) in stock	(189.80)	(252.60)	171.85	(391.04)	102.82	(34.00)
b. Consumption of Raw Material	2,322.76	2,631.79	2,266.54	6,601.59	6,824.08	8,928.94
c. Manufacturing Expenses	453.95	463.52	362.73	1,292.09	1,027.42	1,306.17
d. Employees Cost	40.67	37.89	27.87	112.59	83.14	126.43
e. Depreciation	113.28	112.11	114.35	334.77	341.44	453.90
f. Other expenditure	79.40	56.75	35.35	188.74	115.97	151.04
g. Total Expenditure	<b>2,820.26</b>	<b>3,049.46</b>	<b>2,978.69</b>	<b>8,138.74</b>	<b>8,494.87</b>	<b>10,932.48</b>
3. Profit from Operations before Other Income, Interest & Exceptional Items(1-2)	(138.25)	(216.24)	59.94	(618.89)	405.28	444.89
4. Other Income	13.53	29.98	8.07	48.79	26.20	35.58
5. Profit before Interest and Exceptional Items (3+4)	(124.72)	(186.26)	68.01	(570.10)	431.48	480.47
6. Interest	4.78	6.14	16.11	20.14	57.56	68.09
7. Profit after Interest but before Exceptional Items (5-6)	(129.50)	(192.40)	51.90	(590.24)	373.92	412.38
8. Exceptional Item	-	-	-	-	-	-
9. Profit/(Loss) from Ordinary Activities before Tax (7+8)	(129.50)	(192.40)	51.90	(590.24)	373.92	412.38
10. Taxation Expenses						
a. Current Tax	0.14	-	10.35	0.14	74.55	82.21
b. Deferred Tax Liability/(Assets)	(42.02)	(48.50)	3.89	(205.07)	130.61	141.60
c. MAT Credit Entitlement	-	-	-	-	-	(174.62)
d. Total Tax Expenses	(41.88)	(48.50)	14.24	(204.93)	205.16	49.19
11. Net Profit/(Loss) from Ordinary activities after tax (9-10)	(87.62)	(143.90)	37.66	(385.31)	168.76	363.19
12. Extraordinary Items	-	-	-	-	-	-
13. Net Profit/(Loss) for the period (11-12)	(87.62)	(143.90)	37.66	(385.31)	168.76	363.19
14. Paid up Equity Share capital (Face value of Rs. 1/- each per share)	3,342.21	3,342.21	3,342.21	3,342.21	3,342.21	3,342.21
15. Reserve excluding Revaluation Reserver as per previous Balance Sheet						898.95
16. Earning Per Share						
Before Extraordinary Items						
a. Basic & Diluted EPS	(0.03)	(0.04)	0.01	(0.12)	0.05	0.11
After Extraordinary Items						
a. Basic & Diluted EPS	(0.03)	(0.04)	0.01	(0.12)	0.05	0.11
17. Public Shareholding						
- No. of shares	197,147,946	197,147,946	197,147,946	197,147,946	197,147,946	197,147,946
- Percentage of Shareholdings	58.99%	58.99%	58.99%	58.99%	58.99%	58.99%
18. Promoters and Promoter group shareholding						
a. Pledged/Encumbered						
- No. of shares	-	-	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	-	-	-	-	-	-
- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b. Non- Encumbered						
- No. of shares	137,073,054	137,073,054	137,073,054	137,073,054	137,073,054	137,073,054
- Percentage of Shares (as a % of the total shareholding of promoter & promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of Shares (as a % of the total share capital of the company)	41.01%	41.01%	41.01%	41.01%	41.01%	41.01%



**Segmentwise Revenue, Results and Capital employed for the Quarter and upto the Quarter ended 31st December, 2011**

	QUARTER ENDED			NINE MONTH ENDED		Year ended
	31/12/2011 (Unaudited)	30/09/2011 (Unaudited)	31/12/2010 (Unaudited)	31/12/2011 (Unaudited)	31/12/2010 (Unaudited)	31/03/2011 (Audited)
<b>1. Segment Revenue (Net sales/Income)</b>						
a. Yarn Division	2,631.83	2,833.22	2,898.15	7,469.67	8,436.87	10,878.39
b. Fabric Division	50.18	-	-	50.18	-	-
c. Commission Activity	-	-	140.48	-	463.28	498.98
<b>Total</b>	<b>2,682.01</b>	<b>2,833.22</b>	<b>3,038.63</b>	<b>7,519.85</b>	<b>8,900.15</b>	<b>11,377.37</b>
Less intersegment revenue	-	-	-	-	-	-
<b>Net sales/Income from operations</b>	<b>2,682.01</b>	<b>2,833.22</b>	<b>3,038.63</b>	<b>7,519.85</b>	<b>8,900.15</b>	<b>11,377.37</b>
<b>2. Segment Results Profit(+)/Loss(-) (before Tax from each segment)</b>						
a. Yarn Division	(148.09)	(192.40)	(35.22)	(608.83)	39.41	71.57
b. Fabric Division	18.59	-	-	18.59	-	-
c. Commission Activity	-	-	140.48	-	463.28	498.98
<b>Total</b>	<b>(129.50)</b>	<b>(192.40)</b>	<b>105.26</b>	<b>(590.24)</b>	<b>502.69</b>	<b>570.55</b>
Less (i) other un-allocable expenses net off un-allocable income	-	-	53.36	-	128.77	158.17
<b>Total profit before Tax</b>	<b>(129.50)</b>	<b>(192.40)</b>	<b>51.90</b>	<b>(590.24)</b>	<b>373.92</b>	<b>412.38</b>
<b>3. Capital employed (Segment assets - Segment liabilities)</b>						
a. Yarn Division	4,734.84	4,877.29	5,186.29	4,734.84	5,186.29	4,983.66
b. Fabric Division	52.59	34.00	34.00	52.59	34.00	34.00
c. Commission Activity	-	-	133.03	-	133.03	38.08
d. Unallocable Net Assets	-	-	149.37	-	149.37	468.71
<b>Total</b>	<b>4,787.43</b>	<b>4,911.29</b>	<b>5,502.69</b>	<b>4,787.43</b>	<b>5,502.69</b>	<b>5,524.45</b>

**NOTES**

- The above unaudited results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 10th February, 2012
- The Statutory Auditor of the company have carried out "Limited Review" of the above financial results for the quarter and upto the quarter ended on 31st December 2011.
- During the quarter ended 31st December 2011, the company has received NIL complaints during the quarter. There were no complaint pending from investors at the beginning and at the end of the quarter.
- Previous Period's/Year's figures have been regrouped wherever necessary.

Place : Palsana.  
Date : 10th February 2012



**FOR PARAS PETROFILS LTD.**

*[Signature]*  
**DIRECTOR**