



**P.B. Vijayaraghavan & Co.,**  
Chartered Accountants

14, (Old No. 27) Cathedral Garden Road,  
Nungambakkam, Chennai - 600 034.  
Tel : +91-44-2826 3918 / 3490  
Fax : +91-44-2827 6519  
e-mail : admin@pbv.co.in

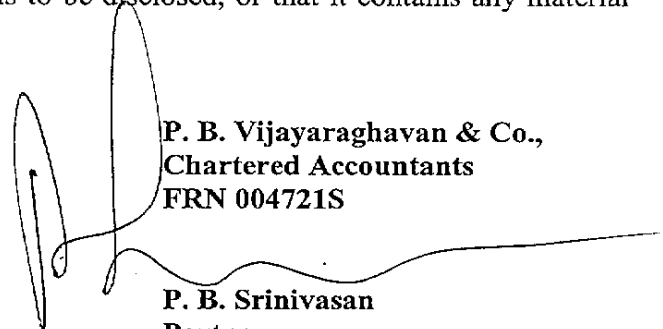
## REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of *Tamil Nadu Newsprint and Papers Limited* for the period ended 31<sup>st</sup> *December 2011* except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the 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. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices 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.

Place: Chennai  
Date: February 03, 2012



**P. B. Vijayaraghavan & Co.,**  
Chartered Accountants  
FRN 004721S

**P. B. Srinivasan**  
Partner  
M. No. 203774

## TAMIL NADU NEWSPRINT AND PAPERS LIMITED

PRESS RELEASE DATED 03<sup>rd</sup> FEBRUARY 2012

### TNPL Q3 -2011-12 Net Profit Rs. 63.49 Crore

- Tamil Nadu Newsprint and Papers Limited (TNPL) has reported total revenue of Rs.298.93 Crore for the quarter ended 31.12.2011 against Rs.267.54 Crore in the previous year and for the nine months ended 31.12.2011, the total revenue is Rs.937.05 Crore as against Rs.847.14 Crore in the previous year.
- Profit before Tax (PBT) for the quarter ended 31.12.2011 is Rs.74.64 Crore (corresponding previous quarter : Rs.47.05 Crore). This includes exchange gains on unwinding of hedge instruments related to Long-Term Foreign Currency Loans amounting to Rs.99.88 Crore
- Profit after Tax (PAT) for the quarter ended 31.12.11 is Rs.63.49 Crore against Rs.36.45 Crore in the previous year.
- Profit after Tax (PAT) for the nine months ended 31.12.11 is Rs.88.49 Crore against Rs.129.45 Crore in the previous year.
- TNPL has bagged the prestigious "Environment Strategy of the Year 2011 Mill Award" instituted by Pulp & Paper International (PPI), an internationally renowned Pulp and Paper Industry magazine, in competition with many contenders globally. The award was bestowed upon TNPL at an international forum held in Brussels, Belgium on November 15, 2011 in recognition of the achievements made on the environmental front.

\*\*\*\*\*

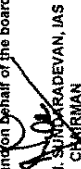
**TAMIL NADU NEWSPRINT AND PAPERS LIMITED**  
 Regd. Office: 67, MOUNT ROAD, GUINDY, CHENNAI - 600 032.  
 Web: www.tnpl.co.in

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2011**

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2011**

| Particulars  | Quarter Ended |            | Nine months Ended |            | Year Ended |            |
|--|---------------|------------|-------------------|------------|------------|------------|
|  | 31.12.2011    | 30.09.2011 | 31.12.2011        | 31.12.2010 | 31.12.2011 | 31.03.2011 |
| <b>1. a) NET SALES/INCOME FROM OPERATIONS</b>  | 298.93        | 302.45     | 937.05            | 847.14     | 1184.45    | 1184.45    |
| <b>b) OTHER OPERATING INCOME</b>   | 10.66         | 7.40       | 29.87             | 22.21      | 38.09      | 38.09      |
| <b>TOTAL INCOME (a+b)</b>  | 309.59        | 313.25     | 966.92            | 869.35     | 1222.51    | 1222.51    |
| <b>2. EXPENDITURE</b>  | (44.28)       | (64.71)    | (141.08)          | (7.76)     | (15.61)    | (15.61)    |
| a) (Inc./Dec. in Stock-in-trade)   | (1.83)        | (26.85)    | (64.57)           | 25.48      | (15.61)    | (15.61)    |
| b) (Inc./Dec. in Stock of Rawmaterials and in Work in Progress)                              | 99.12         | 116.90     | 69.87             | 190.37     | 277.28     | 277.28     |
| c) Raw materials & Chemicals   | 94.35         | 103.09     | 63.24             | 181.18     | 365.53     | 365.53     |
| d) Power, Fuel & Water Charges   | 33.78         | 29.19      | 94.59             | 84.30      | 112.68     | 112.68     |
| e) Employees cost  | 45.09         | 41.27      | 126.76            | 64.05      | 420.07     | 420.07     |
| f) Depreciation  | 23.86         | 21.94      | 66.80             | 48.67      | 68.95      | 68.95      |
| g) Repairs and Maintenance   | 48.61         | 45.77      | 137.64            | 91.32      | 141.58     | 141.58     |
| h) Other expenditure   | 295.70        | 268.57     | 857.05            | 698.21     | 1015.81    | 1015.81    |
| <b>3. Profit from Operations before Other Income, Interest &amp; Exceptional Items (1-2)</b> | 13.89         | 46.68      | 43.59             | 171.14     | 206.70     | 206.70     |
| <b>4. Other Income</b>   | 0.23          | 0.23       | 0.25              | 0.70       | 0.96       | 0.96       |
| <b>5. Profit before Interest &amp; Exceptional Items (3+4)</b>                               | 14.12         | 46.91      | 43.84             | 172.10     | 209.23     | 209.23     |
| <b>6. INTEREST AND FINANCE CHARGES</b>   | 39.36         | 35.62      | 107.44            | 22.94      | 44.24      | 44.24      |
| <b>7. PROFIT AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (5-6)</b>                           | (25.24)       | 11.29      | 35.31             | 149.16     | 164.99     | 164.99     |
| <b>8. EXCEPTIONAL ITEMS</b>  | 99.88         | 0.00       | 99.88             | 0.00       | 0.00       | 0.00       |
| <b>9. PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (7+8)</b>                                   | 74.64         | 11.29      | 103.01            | 149.16     | 164.99     | 164.99     |
| <b>10. Tax expense</b>   | 11.15         | (0.89)     | 6.70              | 14.52      | 39.88      | 36.14      |
| <b>11. NET PROFIT FROM ORDINARY ACTIVITIES AFTER TAX (9-10)</b>                              | 63.49         | 12.18      | 88.49             | 109.27     | 128.85     | 128.85     |
| <b>12. Extraordinary Items (net of tax expenses)</b>   | 0.00          | 0.00       | 7.84              | 20.18      | 20.18      | 20.18      |
| <b>13. NET PROFIT FOR THE PERIOD (11+12)</b>   | 63.49         | 12.18      | 88.49             | 109.27     | 128.85     | 128.85     |
| <b>14. Pledge-up Share Capital (Face value of share of Rs. 10/-each)</b>                     | -             | -          | -                 | -          | -          | -          |
| <b>15. Reserve excluding Revaluation Reserve</b>   | -             | -          | -                 | -          | -          | -          |
| <b>16. EARNINGS PER SHARE (EPS in Rs)</b>  | 9.17          | 1.76       | 4.13              | 15.79      | 18.02      | 18.02      |
| - Basic & Diluted EPS before Extra Ordinary Items (net annualised)                           | 9.17          | 1.76       | 4.13              | 15.79      | 18.02      | 18.02      |
| - Basic & Diluted EPS after Extra Ordinary Items (net annualised)                            | 9.17          | 1.76       | 4.13              | 15.79      | 18.02      | 18.02      |
| <b>17. PUBLIC SHAREHOLDING</b>   | 41957120      | 41957120   | 41957120          | 41957120   | 41957120   | 41957120   |
| a) NUMBER OF SHARES  | 60.62         | 60.62      | 60.62             | 60.62      | 60.62      | 60.62      |
| b) PERCENTAGE OF SHAREHOLDING  | -             | -          | -                 | -          | -          | -          |
| 18. Promoters and Promoters Group Shareholding   | -             | -          | -                 | -          | -          | -          |
| a) Pledged/Encumbered  | -             | -          | -                 | -          | -          | -          |
| - Number of Shares   | -             | -          | -                 | -          | -          | -          |
| - Percentage of share(as % of the total shareholding of promoter and promoter group)         | -             | -          | -                 | -          | -          | -          |
| - Percentage of share(as % of the total share capital of the Company)                        | -             | -          | -                 | -          | -          | -          |
| b) Non-Encumbered  | -             | -          | -                 | -          | -          | -          |
| - Number of Shares   | 27253480      | 27253480   | 27253480          | 27253480   | 27253480   | 27253480   |
| - Percentage of share(as % of the total shareholding of promoter and promoter group)         | 100           | 100        | 100               | 100        | 100        | 100        |
| - Percentage of share(as % of the total share capital of the Company)                        | 39.38         | 39.38      | 39.38             | 39.38      | 39.38      | 39.38      |

Note: 1) The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors on 03.02.2012 and limited review of the same has been carried out by the Statutory Auditors of the company.  
 2) Pursuant to insertion of paragraph 46A by Notification GSR 914(E) dated 28-12-2011, issued by the Ministry of Corporate Affairs, Government of India, the Company has exercised the option of capitalizing the exchange losses on Long Term Foreign Currency Loans in relation to depreciable fixed assets with effect from 01-04-2011 and capitalized Rs. 122.32 Crore.  
 3) The Company has unrounded the derivative contracts in the month of January 2012. The Foreign Exchange losses till unwind of hedges including discounting charges amounting to Rs.22.44 Crore were charged off to Profit & Loss account as a matter of prudence. Thus, the net gain recognized in the Profit and Loss account would have been lower by Rs.4.64 Crore.  
 4) During the quarter, the company received 5 complaints from the shareholders which were all duly resolved. There are no complaints remaining unresolved as at the beginning and end of the quarter.  
 5) Wherever necessary, previous year's figures have been regrouped/revised to conform to current year's classification.

For and on behalf of the board  
  
 Dr. N. SRINIVASRAO, IAS  
 CHAIRMAN

Place : Chennai - 32  
 Date : 03.02.2012