

SAMBANDAM SPINNING MILLS LIMITED (CIN : L17111TZ1973PLC000675)

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

e-mail : corporate@sambandam.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2014

	Rs. Lakhs						
	Quarter ended			Half year ended		Year ended	
	30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Part-I							
1. Income from Operations							
a.	Net Sales / Income from operations	5,781.30	6,953.07	6,654.54	12,734.38	12,392.34	25,554.05
b.	Other Operating Income	12.55	9.25	13.36	21.80	21.46	41.65
	Total Income from Operations	5,793.86	6,962.31	6,667.89	12,756.17	12,413.80	25,595.71
2. Expenses							
a.	Consumption of materials	3,654.77	3,945.34	4,176.22	7,600.11	7,598.95	15,218.78
b.	Purchase of trading goods						
c.	Changes in inventories of finished goods, work in progress and stock in trade	(375.00)	121.80	(483.16)	(253.20)	(782.28)	(630.80)
d.	Employer benefits expense	633.93	599.06	567.47	1,233.01	1,100.92	2,289.68
e.	Depreciation and amortisation expense	258.48	263.71	257.12	522.19	536.50	1,113.68
f.	Other expenses	1,022.81	1,176.50	1,055.74	2,199.30	2,185.41	4,891.77
	Total Expenses	5,195.01	6,106.40	5,573.39	11,301.41	10,639.48	22,883.10
3.	Profit from operations before other income, finance costs and exceptional item (1-2)	598.84	855.91	1,094.51	1,454.75	1,774.33	2,712.60
4.	Other income	19.98	16.56	11.95	36.54	24.33	52.15
5.	Profit from ordinary activities before finance costs and exceptional item (3+4)	618.82	872.47	1,106.46	1,491.29	1,798.65	2,764.75
6.	Finance costs	310.46	333.23	387.58	643.69	731.05	1,357.34
7.	Profit from ordinary activities after finance costs but before exceptional item (5-6)	308.36	539.24	718.88	847.60	1,067.60	1,407.40
8.	Exceptional item	-	-	-	-	-	45.29
9.	Profit from ordinary activities before tax (7+8)	308.36	539.24	718.88	847.60	1,067.60	1,362.11
10.	Tax expense - Income Tax						
	- Current Tax						
	- Deferred Tax	126.00	163.00	235.09	289.00	340.00	425.00
11.	Net Profit from ordinary activities after tax (9-10)	182.36	376.24	483.88	558.60	727.60	937.11
12.	Extraordinary item (net of tax)	-	-	-	-	-	-
13.	Net profit/(Loss) for the period (11-12)	182.36	376.24	483.88	558.60	727.60	937.11
14.	Paid-up equity share capital (Face value per share Rs.10)	427.55	427.55	427.55	427.55	427.55	427.55
15.	Reserves excluding Revaluation Reserve						4,327.10
16.	Basic/diluted Earnings Per Share (EPS) (Rs.)	4.28	8.82	11.35	13.10	17.06	21.97
17.	Dividend Per Share (Rs.)	-	-	-	-	-	-



	Quarter ended						Year ended
	30.09.2014		30.09.2013		30.09.2013		
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Part II							
A. Particulars of Share Holding							
1. Public shareholding							
- Number of shares	20,66,147	19,93,725	18,55,236	20,66,147	18,55,236	19,20,287	
- Percentage of share holding	48.80	46.75	43.50	48.80	43.50	45.02	
2. Promoter shareholding							
a. Merged / Encumbered							
- Number of shares	-	-	-	-	-	-	
- Percentage of promoter shareholding	-	-	-	-	-	-	
- Percentage of total share capital	-	-	-	-	-	-	
b. Non-encumbered							
- Number of shares	21,98,453	22,70,675	24,09,374	21,98,453	24,09,374	23,44,313	
- Percentage of promoter shareholding	100.00	100.00	100.00	100.00	100.00	100.00	
- Percentage of total share capital	51.20	53.25	56.50	51.20	56.50	54.97	

	Three months ended September 30, 2014
B. Investor Complaints	
Pending at the beginning of the quarter	-
Received during the quarter	-
Disposed during the quarter	-
Remaining unresolved at the end of the quarter	-

I. STATEMENT OF ASSETS AND LIABILITIES		Rs. in lakhs	
Particulars	30.09.2014	31.03.2013	
A. EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	427.55	427.55	
Reserves and surplus	7640.71	7142.05	
Sub-Total-Shareholders funds	8068.26	7569.60	
Non-current liabilities			
Long-term borrowings	3693.14	4340.41	
Deferred tax liabilities (Net)	3358.78	3061.78	
Other long term liabilities	21.99	21.99	
Long-term provisions	191.44	191.44	
Sub-Total-Non-Current Liabilities	7265.35	7615.62	
Current liabilities			
Short-term borrowings	5007.88	4277.33	
Trade payables	1444.36	3452.45	
Other current liabilities	2245.09	2645.81	
Short-term provisions	93.79	108.29	
Sub-Total-Current Liabilities	8791.07	10483.88	
TOTAL-EQUITY AND LIABILITIES	24122.68	25668.09	
B. ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	14214.56	14772.80	
Intangible assets	0.00	0.00	
Capital work-in-progress	0.00	0.00	
Non-current investments	167.10	167.10	
Long term loans and advances	2085.84	1772.29	
Other non-current assets	0.00	1.02	
Sub-Total-Non-Current Assets	16467.50	16713.21	
Current assets			
Inventories	3459.05	5342.77	
Trade receivables	2980.68	2797.93	
Cash and cash equivalents	621.18	309.20	
Short-term loans and advances	284.06	242.57	
Other current assets	310.20	262.41	
Sub-Total-Non-Current Assets	7655.18	8954.88	
TOTAL-ASSETS	24122.68	25668.09	

1. The above financial results, reviewed by the Audit Committee, were approved at the meeting of the Board of Directors held on November 6, 2014. Limited Review of these results, as required under clause 41 of the Listing Agreement, has been completed by the Statutory Auditors.

2. Downward trend in the prices of Cotton and Yarn has affected the performance during the quarter.

3. Exceptional item for the quarter and year ended March 31, 2014 represents provision of Rs.45.29 lakhs for diminution in value investment.

4. Depreciation for the quarter ended June 30, 2014 and September 30, 2014 has been computed based on the Company's technical evaluation of useful lives of its fixed assets, which in certain cases are different from those mentioned in Schedule II to the Companies Act, 2013. Based on transitional provision provided in Schedule II, WDV of Rs.38.77 Lakhs as on March 31, 2014 in respect of assets whose useful life is already exhausted have been charged to retained earnings. Had the company followed useful lives as per the previous policy, depreciation for the quarter and six months ended September 30, 2014 would have been higher by Rs.10.11 lakhs and Rs.20.22 Lakhs.

5. The company's primary segment is identified as business segment based on nature of products, risks, return and the internal business reporting system (i.e. cotton yarn) and operates in a single geographical segment as per Accounting Standard 17.

6. Figures for the previous periods have been regrouped/reclassified/adjusted, wherever necessary.

For Sambandan Spinning Mills Limited


A. Devarajan
Chairman and Managing Director

Salem
November 6, 2014



To

The Board of Directors
Sambandam Spinning Mills Limited
Kamaraj Nagar Colony
Salem 636 014

LIMITED REVIEW REPORT


We have reviewed the accompanying statement of Unaudited financial results of ('the statement') **Sambandam Spinning Mills Limited** for the six months ended 30th September 2014. This statement (initialed by us for identification), prepared pursuant to Clause 41 of the Listing Agreement with the stock exchanges in India 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 results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited financial results prepared in all material aspects in accordance with the 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 Agreements with stock exchanges including the manner in which it is to be disclosed, or that it contains any material misstatement.

Further, we also report that the particulars relating to the number of shares as well as the percentage of shareholdings in respect of aggregate amount of Public shareholding, pledged/encumbered shares and non-encumbered share of promoters and promoter group shareholding (in terms of Clause 35 of the Listing Agreement) and the particulars relating to the investors complaints are as per the details furnished by the Company / Registrar and are, therefore, not expressing a review opinion thereon.

for M.S.KRISHNASWAMI & RAJAN
Chartered Accountants


R. Krishnen - Partner
Membership No.201133



Salem
November 6, 2014