

**LIMITED REVIEW REPORT**

We have reviewed the accompanying statement of unaudited financial results of M/s Sree Sakthi Paper Mills Ltd having the Registered office at "Sree Kailas", Paliam Road, Cochin-16, for the three months period ended 30.06.2014 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 verified by us. This statement is the responsibility of 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 (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements. Our review is limited primarily to inquiries to company's personnel and analytical procedures applied to the 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.

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 recognized 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: Cochin 11**  
**Date: 14.08.2014**

**For Balan & Co.**  
**Chartered Accountants**  
**Regn. No.340S**

A Mohanan B.Sc, FCA, DISA.  
Partner (Memb.No.20627)



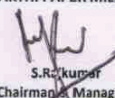


# SREE SAKTHI PAPER MILLS LIMITED

REGD. OFFICE : "SREE KAILAS" CC-60/3976-77, PALIAM ROAD, ERNAKULAM, COCHIN - 682 016

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(Rs. In Lacs)					
PART I					
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30/06/2014					
Sl. No.	Particulars	QUARTER ENDED			YEAR ENDED
		30/06/2014 (UNAUDITED)	31/03/2014 (AUDITED)	30/06/2013 (UNAUDITED)	31/03/2014 (AUDITED)
1	<b>Income from operations</b>				
	(a) Net sales/ Income from operations (Net of excise duty)	4186.85	5077.36	5013.97	20306.81
	(b) Other operating income	8.49	29.13	10.26	60.22
	<b>Total income from operations (net)</b>	<b>4195.34</b>	<b>5106.49</b>	<b>5024.23</b>	<b>20367.03</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	2708.29	3081.22	3027.69	12374.99
	(b) Purchases of stock-in-trade				
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(67.08)	50.61	(109.80)	(55.18)
	(d) Power and Fuel	733.98	774.66	820.91	3166.31
	(e) Employee benefits expense	359.15	422.87	438.12	1731.30
	(f) Depreciation and amortisation expense	120.00	115.90	127.00	489.90
	(g) Other expenses	401.88	506.31	460.72	1904.69
	<b>Total expenses</b>	<b>4256.22</b>	<b>4951.57</b>	<b>4764.64</b>	<b>19612.01</b>
3	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(60.88)</b>	<b>154.92</b>	<b>259.59</b>	<b>755.02</b>
4	Other income	9.20	38.15	9.73	75.98
5	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)</b>	<b>(51.68)</b>	<b>193.07</b>	<b>269.32</b>	<b>831.00</b>
6	Finance costs	145.32	173.31	178.10	685.57
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)</b>	<b>(197.00)</b>	<b>19.76</b>	<b>91.22</b>	<b>145.43</b>
8	Exceptional Items - Income Tax Relating to earlier years		2.17		2.17
9	<b>Profit / (Loss) from ordinary activities before tax (7 - 8)</b>	<b>(197.00)</b>	<b>17.59</b>	<b>91.22</b>	<b>143.26</b>
10	Tax Expenses		(13.59)	29.60	27.18
11	<b>Net Profit / (Loss) from ordinary activities after tax (9 - 10)</b>	<b>(197.00)</b>	<b>31.18</b>	<b>61.62</b>	<b>116.08</b>
12	Extra Ordinary Items (Net of tax Expenses)				
13	<b>Net Profit / (Loss) for the period (11 - 12)</b>	<b>(197.00)</b>	<b>31.18</b>	<b>61.62</b>	<b>116.08</b>
14	Share of profit / (loss) of associates				
15	Minority interest				
16	<b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 - 14 - 15)</b>	<b>(197.00)</b>	<b>31.18</b>	<b>61.62</b>	<b>116.08</b>
17	Paid up Equity Share Capital (Face Value Rs.10/- each)	1643.62	1643.62	1643.62	1643.62
18	Reserve excluding Revaluation Reserves				2750.18
19.i	Earnings per share (before extraordinary items) (Rs) (not annualised)- Basic	- 1.20	0.19	0.37	0.71
19.ii	Earnings per share (after extraordinary items) (Rs) (not annualised)- Basic	- 1.20	0.19	0.37	0.71
<b>PART II</b>					
<b>A) PARTICULARS OF SHAREHOLDING</b>					
1	Public Shareholding				
	- No of Shares	7898009	7876356	7851386	7876356
	- Percentage of Share Holding	48.05%	47.92%	47.77%	47.92%
2	Promoters and promoter group Shareholding				
	a) Pledged/Encumbered				
	- Number of shares	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of Promoter and promoter group)	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil
	b) Non-encumbered				
	- Number of Shares	8538208	8559861	8584831	8559861
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100.00%	100%	100%
	- Percentage of shares (as a % of the total share capital of the company)	51.95%	52.08%	52.23%	52.08%
<b>B) INVESTOR COMPLAINTS</b>					
	Pending at the beginning of the quarter	NIL			
	Received during the quarter	2			
	Disposed of during the quarter	2			
	Remaining unresolved at the end of the quarter	NIL			
<b>Notes :</b>					
1	The above unaudited Financial Results for the Quarter ended 30/06/2014 were reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 14/08/2014. The Limited review of these Results, as required under Clause 41 of the Listing Agreement, has been completed by the Auditors.				
2	Previous Year figures have been regrouped, rearranged or recast wherever necessary.				
3	Other Expenditure for the Quarter ended 30/06/2014 includes a loss of Rs. 29.46 Lacs and Finance Cost includes a gain of Rs. 2.25 Lacs due to Foreign Exchange Currency Fluctuations.				
4	The figures for the Quarter ended March 31, 2014 are the balancing figures between audited figures in respect of the full financial year and the year to date figures up to the end of third quarter of the financial year.				
5	The Kraft paper unit at Edayar was shut down for 1292 hrs and Duplex Board Unit at Chalakudy was shut down for 923.08 hrs for carrying out annual maintenance work.				
Place : Cochin		For SREE SAKTHI PAPER MILLS LIMITED			
Date : 14/08/2014		 S. Rajkumar Vice Chairman & Managing Director			