



# THE WEST COAST PAPER MILLS LIMITED

REGD. OFFICE: BANGUR NAGAR, DANDELI - 581 325

DISTT. UTTAR KANNADA (KARNATAKA)



## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2009

(Amount in Rs.Lakhs)

Sl. No.	Particulars	Quarter Ended		Year Ended	
		31.03.2009	31.03.2008	31.03.2009	31.03.2008
		Unaudited		Audited	
1 (a)	Net Sales/Income from Operations	15384.24	15149.57	61975.14	58408.71
(b)	Other Operating Income	125.41	188.67	381.37	648.49
	<b>Total Income from Operations</b>	<b>15509.65</b>	<b>15338.24</b>	<b>62356.51</b>	<b>59057.20</b>
<b>2.</b>	<b>Expenditure:</b>				
a)	(Increase)/Decrease in Stock	(742.01)	495.17	(1251.39)	(257.08)
b)	Consumption of Raw Materials	6042.93	5100.99	23182.90	21777.23
c)	Employees Cost	1537.15	1186.16	5452.68	5203.78
d)	Depreciation	415.28	512.71	1990.28	2042.71
e)	Other Expenditure	5302.41	5632.22	22436.53	20263.49
f)	<b>Total</b>	<b>12555.76</b>	<b>12927.25</b>	<b>51811.00</b>	<b>49030.13</b>
<b>3.</b>	<b>Profit from Operations before Other Income, Interest &amp; Exceptional Items</b>	<b>2953.89</b>	<b>2410.99</b>	<b>10545.51</b>	<b>10027.07</b>
4.	Other Income	2.85	58.73	151.12	81.04
<b>5.</b>	<b>Profit before Interest &amp; Exceptional Items</b>	<b>2956.74</b>	<b>2469.72</b>	<b>10696.63</b>	<b>10108.11</b>
6.	Interest & Finance Charges (Net)	318.15	161.61	650.72	591.15
<b>7.</b>	<b>Profit after Interest but before Exceptional Items</b>	<b>2638.59</b>	<b>2308.11</b>	<b>10045.91</b>	<b>9516.96</b>
8.	Exceptional Items	--	121.32	--	121.32
<b>9.</b>	<b>Profit before Tax</b>	<b>2638.59</b>	<b>2186.79</b>	<b>10045.91</b>	<b>9395.64</b>
10.	Tax Expense				
a)	Current Tax (including Fringe Benefit Tax)	287.00	254.00	1149.00	1095.00
b)	Deferred Tax	--	--	(156.91)	110.31
<b>11.</b>	<b>Net Profit after Tax</b>	<b>2351.59</b>	<b>1932.79</b>	<b>9053.82</b>	<b>8190.33</b>
12.	Paid up Equity Share Capital ( Face value Rs.2 per share )	1207.51	1147.51	1207.51	1147.51
13.	Reserves excluding Revaluation Reserves			47920.21	38770.70
14.	Earning per Share (EPS) - Rs.				
-	- Basic	4.05	3.52	15.74	17.06
-	- Diluted	4.05	3.32	15.74	16.42
15.	Aggregate of Public Shareholding				
-	- Number of Shares			30367525	28057525
-	- Percentage of Shareholding			50.30	48.90
16.	Promoters and Promoter Group Shareholding				
a)	Pledged/Encumbered				
-	- Number of Shares			Nil	Nil
-	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)			Nil	Nil
-	- Percentage of shares (as a % of the total share capital of the company)			Nil	Nil
b)	Non-encumbered				
-	- Number of Shares			30007805	
-	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter Group)			100.00	
-	- Percentage of shares (as a % of the total share capital of the company)			49.70	

**Notes:**

- 1) The Board of Directors has recommended dividend on Preference Shares @ 8.50% for the period from 30th March to 31st March 2009 and Rs.2/- per share on equity shares for 2008-09.
- 2) The Company used to adjust the foreign currency exchange rate differences on amounts borrowed for acquisition of fixed assets, to the carrying cost of fixed assets in compliance with Schedule VI to the Companies Act, 1956 as per legal advice, which was at variance to the treatment prescribed as per Accounting Standard 11.

The Ministry of Corporate Affairs, G.O.I. vide Notification No.G.S.R. 225 (E) dated 31st March 2009, notified the Companies (Accounting Standards) Amendment Rules, 2009 wherein option is given for adding or deducting the exchange rate variation from the cost of depreciable capital assets in respect of long term foreign currency loans upto 31.03.2011. The Company has, therefore, opted for adjusting the foreign currency exchange rate difference to the carrying cost of fixed assets as per the said Rules.

The Company was already adjusting exchanging rate difference to the carrying cost of fixed assets in compliance with Schedule VI which is consistent with the said Rules. Its expansion programme is in progress and has not capitalized any of the fixed assets acquired under the Project so far and therefore there is no impact on the Profit & Loss A/c due to the exchange rate difference. However, the exchange rate difference on the foreign currency loans as on 31.03.2009 of Rs.3417.88 lacs has been included in the Capital Work in Progress.

- 3) The Company allotted 65,00,000 Preference Shares of Rs.100 each to IFCI Limited on 30th March 2009 amounting to Rs.65 Crores which was lying as Bank Balance as on 31st March 2009.

The company allotted 30,00,000 equity shares @Rs.45/- per share (including premium of Rs.43/- per share) amounting to Rs.13.50 Crores to an entity in promoters group on 13th March 2009 and has further allotted 23,73,578 shares today to persons / entities in the promoter group @ Rs.48.45 per share (including premium of Rs.46.45 per share) amounting to Rs.11.50 Crores. Promoter had brought in advance of Rs.25 Crores on 4th February 2009 to meet debt equity ratio as stipulated by lenders for the said allotments, which is utilised for the ongoing expansion programme.

- 4) Expansion Programme with outlay of Rs.1300 Crores is in advanced stage of implementation. Fibreline will be commissioned in August 2009 and Paper Machine in January 2010.
- 5) The Telecommunication Cables Revenue, Profit/Loss and Assets are less than 10% of combined results for all the reported periods, hence segment reporting as per Accounting Standard-17 issued by The Institute of Chartered Accountants of India is not applicable.
- 6) The company has received and resolved 7 investor complaints during the quarter ended 31st March 2009. No complaints were pending at the beginning and end of the quarter.
- 7) Figures for previous period have been regrouped wherever necessary.
- 8) The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 29th June 2009.

FOR AND ON BEHALF OF THE BOARD

PLACE: MUMBAI  
DATE : 29th June 2009

**K.L. CHANDAK**  
EXECUTIVE DIRECTOR