

**SRI KANNAPIRAN MILLS LIMITED**

POST BAG NO. 1, SOWRIPALAYAM POST, COIMBATORE 641 028

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30-06-2008

Rs. in lakhs

| Sl. No. | Particulars | 3 months ended June 30 | | Year ended March 31 |
|---------|---|---------------------------|---------------------|------------------------|
| | | 2008 (Unaudited) | 2007 (Unaudited) | 2008 (Audited) |
| 1 | Net Sales/Income from Operations | 4252.11 | 4158.42 | 16335.95 |
| 2 | Other Income | 28.49 | 19.63 | 106.87 |
| 3 | Total Income | 4280.60 | 4178.05 | 16442.82 |
| 4 | Expenditure | | | |
| | a. Increase/Decrease in stock in trade | 67.34 | 28.17 | (98.43) |
| | b. Consumption of raw materials | 2371.84 | 2166.11 | 8862.91 |
| | c. Purchase of traded goods | 163.14 | 185.97 | 499.81 |
| | d. Employees cost | 354.75 | 323.78 | 1419.73 |
| | e. Power and Fuel | 588.07 | 519.00 | 2108.30 |
| | f. Depreciation | 237.69 | 225.63 | 951.50 |
| | g. Other Expenditure | 502.23 | 480.82 | 2081.57 |
| | h. Total | 4285.06 | 3929.48 | 15825.39 |
| 5 | Interest | 210.87 | 181.99 | 720.50 |
| 6 | Deferred Revenue Exp written off | | 3.87 | 17.95 |
| 7 | Profit (Loss) from Ordinary Activities before tax | (215.33) | 62.71 | (121.02) |
| 8 | Tax expense | | | |
| | a. Provision for taxation | | 15.00 | 0.00 |
| | b. Deferred Tax | | | (32.11) |
| | c. Fringe Benefit Tax | 2.46 | | 9.83 |
| 9 | Net Profit (Loss) from Ordinary Activities after tax | (217.79) | 47.71 | (98.74) |
| 10 | Extraordinary items | | | 0.10 |
| | Increase/Decrease in value of Investments | | | (0.53) |
| 11 | Net Profit (Loss) for the period | (217.79) | 47.71 | (99.37) |
| 12 | Paid-up equity share capital (Face value Rs.10/-) | 368.30 | 368.30 | 368.30 |
| 13 | Reserves Excluding revaluation reserves | | | 3846.47 |
| 14 | Earnings Per Share (EPS) | | | |
| | a. Basic and Diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (Not annualised) | (5.91) | 1.30 | (2.68) |
| | b. Basic and Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (Not annualised) | (5.91) | 1.30 | (2.70) |
| 15 | Public shareholding | | | |
| | - Number of shares | 457750 | 457750 | 457750 |
| | - Percentage of shareholding | 12.43% | 12.43% | 12.43% |

Note :

- 1 The above results were reviewed by the Audit Committee on 26-07-2008 and taken on record at the Board Meeting held on 28-07-2008.
- 2 No investor complaint received during the quarter and no complaint pending at the beginning/end of quarter.
- 3 The Deferred Tax liability will be considered at the end of the financial year.
- 4 Since the Company operates in only one segment, i.e., Textile, the segmental reporting does not arise.

For and on behalf of the Board

Coimbatore
28-07-2008**KG BAALAKRISHNAN**
MANAGING DIRECTOR