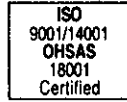




# Seshasayee Paper and Boards Limited



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**N GOPALARATNAM**  
Chairman and Managing Director

2009 07 25

Dear Shareholders,

**Sub: Un-audited Financial Results (Provisional) for the Quarter April - June 2009.**

At the Board Meeting held on July 25, 2009, the Board of Directors have approved the Un-audited Financial Results (Provisional) of the Company for the Quarter April - June 2009. We enclose the statement for your reference and records.

The said statement has been posted in the Company's website [www.spbltd.com](http://www.spbltd.com) as well as in EDIFAR website maintained by SEBI.

The highlights of operations of the Company during the quarter April - June 2009 are as under :

Sl. No.	Description	Unit	April - June 2009	April - June 2008
1	Production	(t)	30107	29216
2	Sales	(t)	27801	26297
3	Closing stock	(t)	2409	2765
4	Exports	(t)	198	1618
5	Turnover	Rs lakhs	12600	12009
6	Profit Before Interest, Depreciation and Tax (PBIDT)	Rs lakhs	3090	1543
7	Profit Before Tax (PBT)	Rs lakhs	1581	983
8	Profit After Tax (PAT)	Rs lakhs	1015	629
9	Cash Profit	Rs lakhs	2414	1441

Major factors that contributed to better profitability were :

- ◇ Full utilisation of the facilities forming part of the Mill Development Plan which were commissioned during last year and
- ◇ Reduction in use of imported pulp, due to higher production and usage of in-house pulp.

However, the benefits realised on account of the above factors could not be retained fully due to higher Interest and Financing charges and provision of higher Depreciation consequent to capitalisation of Mill Development Plan assets during last year whose impact for full year is charged during the current year.

## **MARKET**

During the quarter under review, market conditions remained subdued and witnessed demand resistance. Prices are under pressure and are expected to fall further during the year. Increased Government spending on Education and anticipated revival of economy in overseas markets, are expected to support demand growth in the Paper sector.

Thanking you,

Yours Sincerely



**N GOPALARATNAM**

Enc.: a/a