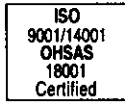




# Seshasayee Paper and Boards Limited



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**N GOPALARATNAM**  
Chairman and Managing Director

2008 10 18

Dear Shareholders,

**Sub: Un-audited Financial Results (Provisional) for the Quarter July - September 2008.**

The Board of Directors of the Company, at the meeting held on October 18, 2008 have approved the Un-audited Financial Results (Provisional) of the Company for the Quarter July - September 2008. 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 July - September 2008 are as under :

Sl. No.	Description	Unit	Jul - Sep 2008	Jul - Sep 2007
1	Production	(t)	30286	31816
2	Sales	(t)	30306	32348
3	Closing stock	(t)	2743	2257
4	Exports	(t)	2486	2118
5	Turnover	Rs lakhs	14332	14388
6	Profit Before Interest, Depreciation and Tax (PBIDT)	Rs lakhs	1443	2261
7	Profit Before Tax (PBT)	Rs lakhs	727	1719
8	Profit After Tax (PAT)	Rs lakhs	462	1399
9	Cash Profit	Rs lakhs	1231	1824

Major factors that impacted the profitability were :

- ◇ Increase in prices of wood, bagasse and imported pulp.
- ◇ Increase in price of imported coal.
- ◇ Lower production and
- ◇ Provision of Rs 840 lakhs made during the quarter for exchange difference, consequent on weakening of Rupee vis-à-vis US Dollar.

The above adverse factors were partially neutralised by better market conditions resulting in higher realisation for Company's end products, higher in-house Wood Pulp production and higher generation of Captive Power.

#### **MARKET**

Paper market continued to remain stable.

#### **MILL DEVELOPMENT PLAN**

Chlorine Dioxide Plant is under trial run. Erection and commissioning of all remaining equipment under the Mill Development Plan have been completed during the quarter and the equipment are in continuous operation.

Thanking you and wishing you a Happy Deepavali,

Yours Sincerely



**N GOPALARATNAM**

Enc.: a/a