

THE SIMBHAOLI SUGAR MILLS LIMITED

Registered Office: Simbhaoli – 245 207 Dist. Ghaziabad (U.P)
Unaudited Financial Results For The Quarter/Nine Months Ended December 31, 2005

(Rs. in lacs)

Sl. No.	Particulars	Quarter ended Dec. 31, 2005	Corresponding Quarter ended Dec. 31, 2004	Nine Months ended Dec. 31, 2005	Corresponding Nine Months ended Dec. 31, 2004	Year ended March 31, 2005 (Audited)
1.	Sales/Income from operations	14710.35	12313.51	43670.40	32883.52	50942.91
2.	Less: Excise Duty	3329.08	3059.29	11617.10	8730.49	11923.34
3.	Net Sales/Income from operations	11381.27	9254.22	32053.30	24153.03	39019.57
4.	Other Income	100.78	127.83	1518.77	313.07	513.77
5.	Total Income	11482.05	9382.05	33572.07	24466.10	39533.34
6.	Total Expenditure	10027.19	7642.75	27498.57	20768.53	33622.94
	a) Decrease in stock in trade	(3613.50)	(3590.46)	3427.86	3740.50	1317.78
	b) Consumption of raw materials	10741.47	8648.96	17350.97	11464.93	22006.81
	c) Purchase of finished goods	5.78	-	53.27	-	-
	d) Staff cost	502.46	555.28	1373.40	1253.95	1781.57
	e) Other expenditure	2390.98	2028.97	5293.07	4309.15	8516.78
7.	Interest	414.91	598.39	1565.28	1874.68	2543.29
8.	Depreciation	306.11	275.36	921.26	834.20	1136.50
9.	Profit before tax (5-(6+7+8))	733.84	865.55	3586.96	988.69	2230.61
10.	Provision for tax					
	- Current tax (net of MAT credit)	-	-	-	-	175.06
	- Deferred tax	247.02	317.25	1207.37	318.25	870.05
	- Fringe benefit tax	4.55	-	21.39	-	-
11.	Profit after tax	482.27	548.30	2358.20	670.44	1185.50
12.	Paid up Equity Share capital (face value of Rs.10/- each).	1989.54	1104.10	1989.54	1104.10	1111.08
13.	Reserves (excluding revaluation reserves)	-	-	-	-	3679.25
14.	Earnings Per Share (Basic and diluted) (Rs.)	2.43	4.17	15.56	4.88	8.68
15.	Aggregate of Non-Promoter Shareholding					
	- No. of equity shares	12073299	5335528	12073299	5335528	5143528
	- Percentage of shareholding	61.08	47.77	61.08	47.77	46.84

REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED, UNDER CLAUSE 41 OF THE LISTING AGREEMENT

(Rs. in lacs)						
Sl. No.	Particulars	Quarter ended Dec. 31, 2005	Corresponding Quarter ended Dec. 31, 2004	Nine Months ended Dec. 31, 2005	Corresponding Nine Months ended Dec. 31, 2004	Year ended March 31, 2005 (Audited)
1.	Segment Revenue					
	Sugar	9249.65	8495.95	27090.31	22082.33	35801.86
	Distillery	6072.59	4580.52	18255.70	12496.96	17409.36
	Others	27.40	46.48	56.77	120.16	278.26
	Total	15349.64	13122.95	45402.78	34699.45	53489.48
	Less: Inter Segment Revenue	469.72	684.55	1356.62	1511.48	2047.05
	Less: Excise Duty on Sales	3329.08	3059.29	11617.10	8730.49	11923.34
	Net Segment Revenue	11550.84	9379.11	32429.06	24457.48	39519.09
	Add: Unallocated income	(68.79)	2.94	1143.01	8.62	14.25
	Total Revenue	11482.05	9382.05	33572.07	24466.10	39533.34
2	Segment Results					
	Profit (before unallocated expenditure, Interest and Tax)					
	Sugar	877.35	1418.12	3332.72	2970.12	4557.62
	Distillery	339.94	43.72	750.59	(69.36)	268.30
	Others	14.11	18.67	7.33	15.08	18.92
	Total	1231.40	1480.51	4090.64	2915.84	4844.84
	Less: Interest	414.91	598.39	1565.28	1874.68	2543.29
	Less: Other un-allocable expenditure net off un-allocable incomes	82.65	16.57	(1061.60)	52.47	70.94
	Total Profit before Tax	733.84	865.55	3586.96	988.69	2230.61
3	Segment Capital Employed					
	Sugar	25038.45	23719.65	25038.45	23719.65	26145.58
	Distillery	3846.55	3278.12	3846.55	3278.12	3527.71
	Other assets	479.72	444.69	479.72	444.69	434.66
	Unallocated assets (net)	33.88	1724.15	33.88	1724.15	1020.05
	Total Segment Capital Employed	29398.60	29166.61	29398.60	29166.61	31128.00

NOTES:

- The above results as reviewed by the Audit committee were taken on record by Board of Directors at its meeting held on January 30, 2006 at New Delhi.
- The financial results of the quarter are not indicative of the likely full year's results due to the Company being part of a seasonal industry.
- Treatment of qualifications in the Auditors Report, for the year 2004-05.
"Additional levy sugar claims aggregating Rs.128.83 lacs accrued by the Company in earlier years. This is subject to adjustments, if any, on finalization of revised levy prices for the concerned years by the Central Government" These claims have not yet been finalized by the Central Government. Necessary adjustments, if any, will be made on final settlement of these claims.

4. In accordance with the accounting policy consistently followed by the Company, the off-season expenditure aggregating Rs.1308.50 lacs (previous period Rs. 833.47 lacs) are deferred to last quarter of the statutory accounting year for inclusion in the cost of sugar to be produced in that period by netting off such expenditure from 'Increase/decrease in stock in trade' in the above statement by following integral approach in accounts.
5. During the six month period ended on September 30, 2005 the Company reworked the amount due against 14% NCD in terms with the scheme of restructuring under CDR arrangement pursuant to its petition under section 391 of the Companies Act, 1956 and resultant benefits of Rs. 1203.42 lacs is shown along with other income for the six months ended September 30, 2005. Subsequent to it, the liability against these NCDs has been fully discharged and taking into account, the final amount paid, the resultant benefit is crystallized at Rs 1119.15 lacs. Therefore difference of above Rs. 84.27 lacs is charged in this quarter.
6. The Company has made allotment of 87,84,622 equity shares against its right issue having face value of Rs. 10 /- each at a premium of Rs. 50/- per share on October 31, 2005 and utilized the proceeds of Rs. 5270.77 lacs for the purposes as stated in the offer document. The earning per share (EPS) has been calculated/restated taking this into account in accordance with the Accounting Standards (AS-20).
7. Notification for remission of Purchase Tax and Society Commission are normally issued by Government of Uttar Pradesh in the month of January/February and are applicable to the entire crushing season. As per the accounting policy consistently followed, the Company accounts for revenue accruing in the form of remission of such liability only on actual issuance of Notification relating thereto. Accordingly, no effect has been given in these results for the anticipated relief of Rs. 169 lacs up to December 31, 2005, estimated on the basis of notification issued for the previous sugar season.
8. Implementation of the capacity expansion project at Simbhaoli Sugar Division, comprising expansion of crushing capacity to 9500 tcd, is completed and trial runs have commenced.
9. Investors complaints:

Complaint pending at the beginning of quarter	Received during the quarter	Resolved during the quarter	Complaint pending at the end of quarter
1	52	53	NIL

10. The previous quarter/period figures have been regrouped / rearranged wherever necessary.

For THE SIMBHAOLI SUGAR MILLS LTD

Place: New Delhi
Date: January 30, 2006

**G.S.C. Rao
EXECUTIVE DIRECTOR**

Per our report attached
For A. F. Ferguson & Co.
Chartered Accountant

J.M. Seth
Partner
Place: NEW DELHI
Date