SANMAR

Audited financial results for the year ended March 31, 2008

Rs. Crores

Nine months ended 31st Dec., 2007	Quarter ended 31st March 2008	Quarter ended 31st March 2007	Particulars	Year ended 31st March 2008	Year ended 31st March 2007
534.43	**199.83**	171.30	1. Gross sales	**734.26**	702.27
465.59	**174.59**	149.63	2. Net sales/ Income from operations	**640.18**	612.63
20.07	**57.60**	2.25	3. Other income @	**77.67**	5.56
485.66	**232.19**	151.88	4. Total income (2 + 3)	**717.85**	618.19
			5. Expenditure		
(19.59)	**7.44**	(9.44)	a) (Increase)/ Decrease in stock and work in progress	**(12.15)**	5.69
364.25	**131.20**	105.93	b) Consumption of raw materials *	**495.45**	404.31
42.81	**13.09**	14.47	c) Employee costs	**55.90**	51.04
32.12	**13.08**	9.55	d) Depreciation	**45.20**	34.45
51.60	**30.20**	16.45	e) Other expenditure	**81.80**	69.55
471.19	**195.01**	136.96	f) Total	**666.20**	565.04
33.02	**10.63**	6.43	6. Interest	**43.65**	20.96
(18.55)	**26.55**	8.49	7. Profit/ (Loss) before tax	**8.00**	32.19
0.91	**0.61**	4.35	8. Tax expense	**1.52**	9.00
(19.46)	**25.94**	4.14	9. Profit after tax	**6.48**	23.19
-	**0.70**	(5.52)	10. (Provision)/ Reversal for earlier years' tax	**0.70**	(5.52)
(19.46)	**26.64**	(1.38)	11. Profit after earlier years' tax	**7.18**	17.67
47.98	**47.98**	47.98	12. Paid-up equity share capital Face value per share – Re.1/-	**47.98**	47.98
			13. Reserves excluding revaluation reserves (as per Balance Sheet of previous year)	**205.19**	198.01
(0.41)	**0.56**	(0.03)	14. Basic and Diluted EPS ** (Rs.)	**0.15**	0.37
			15. Public shareholding		
119954860	**119954860**	119954860	– Number of shares of Re.1/- each	**119954860**	119954860
25.00%	**25.00%**	25.00%	– Percentage of shareholding	**25.00%**	25.00%

* includes power and fuel and stores consumed.

** Refers to the relevant period only (Periods less than a year not annualised).

@ a) includes compensation received from Multilateral Fund for phase out of Carbon Tetrachloride and Chlorofluorocarbons under the Montreal Protocol during the quarter ended - March 31, 2008 - Nil and quarter ended - March 31, 2007 - Rs. 0.17 crores; (during the year ended - March 31, 2008 - 17.78 crores and year ended March 31, 2007 - Rs. 1.76 crores).

b) includes income from Certified Emission Reduction (CER) reckoned on incineration of HFC 23 at Mettur and on production of steam from Waste Heat Recovery Boiler at Karaikal - for the quarter and year ended March 31, 2008 - Rs. 50.23 crores and for the year ended March 31, 2007 - Nil.

1. These financial results were approved by the Board of Directors at their meeting held on April 22, 2008.
2. There were no investor complaints pending at the beginning of the quarter. Five complaints were received during the quarter and all of them have been resolved.
3. The company is principally engaged in a single business segment viz., Chemicals and Allied products and operates in one geographical segment as per Accounting Standard 17 on "Segment Reporting" issued by the Institute of Chartered Accountants of India.
4. Consequent to the notification of Companies (Accounting Standards) Rules, 2006, the exchange difference relating to import of fixed assets which were hitherto being capitalised as part of cost of fixed assets have been recognised in Profit and Loss account. As a result of this change, the profit for the quarter ended March 31, 2008 has increased by Rs. 0.03 crores and for year ended on March 31, 2008 decreased by Rs.0.76 crores.
5. The company entered the PVC products business by acquiring two PVC Pipes business undertakings on September 7, 2006. The financial results consider this acquisition and the operations of the PVC Pipes business undertakings from September 7, 2006 and consequently the figures for previous period are not comparable.
6. During August 2007, the company successfully converted the technology for manufacture of Caustic Soda at Mettur from Mercury cell to environment friendly Membrane cell process. In March 2008, a project for Zero Liquid Discharge of liquid effluents at Mettur complex was commissioned. Both these initiatives were in line with The Sanmar Group's philosophy of "Care for Environment". The company also commenced operations of the Marine Terminal Facility at Karaikal and manufacture of Ethylene Dichloride (EDC) at the said facility in October 2007.
7. The Board of Directors have approved, subject to compliance with all related formalities, the company raising equity resources on rights basis (Share capital and premium) not exceeding Rs.200 crores. The company is in the process of filing draft offer documents with SEBI. The company has received an advance of Rs. 120 crores from Sanmar Holdings Limited, the company's holding company towards their rights entitlement.
8. Prior period figures have been regrouped, wherever necessary.

for CHEMPLAST SANMAR LIMITED
P.S. JAYARAMAN
Managing Director

Place : Chennai
Date : April 22, 2008

CHEMPLAST SANMAR LIMITED

No. 9, Cathedral Road, Chennai - 600 086.

Kalamkriya/CSL/360/2008