



# Unaudited financial results for the quarter ended September 30, 2007

Quarter ended		Particulars	Half year ended		Year ended
30th Sept., 2007	30th Sept., 2006		30th Sept., 2007	30th Sept., 2006	31st March, 2007 (Audited)
168.93	187.23	1. Gross sales	354.94	364.16	702.27
147.57	162.99	2. Net sales/ Income from operations	309.56	316.98	612.63
1.02	1.44	3. Other income @	14.46	1.71	5.56
148.59	164.43	4. Total income (2 + 3)	324.02	318.69	618.19
(6.29)	(0.22)	5. Expenditure	(6.84)	(0.01)	4.99
112.24	110.17	a) (Increase)/ Decrease in stock and work in progress			
13.03	11.66	b) Consumption of raw materials *	224.86	218.70	405.01
10.85	8.48	c) Employee costs	27.79	23.91	51.04
17.57	19.55	d) Depreciation	20.55	16.40	34.45
147.40	149.64	e) Other expenditure	32.65	35.87	69.55
10.17	5.17	f) Total	299.01	294.87	565.04
(8.98)	9.62	6. Interest	20.80	9.16	20.96
(3.83)	1.53	7. Profit/ (Loss) before tax	4.21	14.66	32.19
(5.15)	8.09	8. Tax expense	1.82	2.10	14.52
47.98	47.98	9. Net Profit/ (Loss)	2.39	12.56	17.67
		10. Paid-up equity share capital Face value per share – Re.1/-	47.98	47.98	47.98
		11. Reserves excluding revaluation reserves (as per Balance Sheet of previous year)			198.01
(0.11)	0.17	12. Basic and Diluted EPS ** (Rs.)	0.05	0.26	0.37
119954860	119954860	13. Public shareholding	119954860	119954860	119954860
25.00%	25.00%	– Number of Shares of Re.1/- each	25.00%	25.00%	25.00%
		– Percentage of Shareholding			

\* Includes power and fuel and stores consumed.

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

@ Includes compensation received from Multilateral Fund for phase out of Carbon Tetrachloride and Chlorofluorocarbons under the Montreal Protocol during the quarter ended 30th September 07 - Rs.0.93 Cr and quarter ended 30th September 06 - Rs.1.07 Cr (during the six months ended September 30, 2007 - Rs.13.61 Cr and six months ended September 30, 2006 - Rs.1.07 Cr and during the year ended 31st March 2007 - Rs.1.76 Cr).

- These financial results were approved by the Board of Directors at their meeting held on October 31, 2007.
- The statutory auditors have carried out a limited review of the statement of the unaudited financial results for the quarter ended September 30, 2007.
- 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.
- 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.
- Consequent to the notification of Companies (Accounting Standards) Rules, 2006, the exchange difference arising due to import of fixed assets which was hitherto being capitalised as part of cost of fixed assets has been recognised in Profit and Loss account. As a result, the profit for the quarter ended September 30, 2007 has decreased by Rs.0.02 Crores and 6 months ended on September 30, 2007 by Rs.0.40 Crores.
- Based on the revised computation of full year tax liability, the excess tax provision made during the quarter ended June 30, 2007 has been reversed in the quarter ended September 30, 2007.
- 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 periods are not comparable.
- During August 2007, the company successfully converted the technology for manufacture of Caustic Soda at Mettur from Mercury cell to environmentally friendly Membrane cell process. The company also commenced operations of the Marine Terminal Facility at Karaikal in September 2007. The manufacture of Ethylene Dichloride (EDC) at the said facility commenced in October 2007.
- 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. 60 Crores from Sanmar Holdings Limited, the Company's holding company towards their rights entitlement.
- Prior period figures have been regrouped, wherever necessary.

Place : Chennai  
Date : October 31, 2007

for CHEMPLAST SANMAR LIMITED  
P.S. JAYARAMAN  
Managing Director

## CHEMPLAST SANMAR LIMITED

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

Kalamkriya/CSL/358/2007