



McLEOD RUSSEL INDIA LIMITED

Registered Office: 4, Mangoe Lane, Kolkata - 700001

UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS AND SIX MONTHS ENDED SEPTEMBER 30, 2011

Rs. Lakhs

Description	Three months ended		Six months ended		Financial Year ended 31st March, 2011 (Audited)
	30th September 2011	30th September 2010	30th September 2011	30th September 2010	
1. Sales/Income from Operations	40569	36124	55300	48369	107313
2. Other Operating Income	1055	1140	1354	1413	3150
3. Total Income (1+2)	41624	37264	56654	49782	110463
4. Expenditure					
a) (Increase) / Decrease in Stock in Trade (Note 5)	(10535)	(8568)	(22977)	(17003)	(1153)
b) Consumption of Raw Materials (Note 4)	5012	3834	8591	5904	8861
c) Staff Cost	11794	10793	22640	20394	39220
d) Consumption of Stores and Spare Parts	1683	1793	3811	3542	5464
e) Power and Fuel	4623	3684	7457	6066	10052
f) Freight, Shipping and Selling Expenses	1924	1620	2748	2261	5065
g) Depreciation and Amortisation	739	695	1445	1371	2754
h) Other Expenditure	3509	3072	6104	5488	11647
Total	18749	16923	29819	28023	81910
5. Profit from Operations before Other Income, Interest and Exceptional Items (3-4)	22875	20341	26835	21759	28553
6. Other Income	94	225	357	1169	1439
7. Profit before Interest and Exceptional Items (5+6)	22969	20566	27192	22928	29992
8. Interest and Exchange Fluctuation (net)					
a) Interest	214	656	673	947	1896
b) Exchange Fluctuation (Note 7)	432	(191)	463	(5)	(61)
	646	465	1136	942	1835
9. Profit after Interest but before Exceptional Items (7-8)	22323	20101	26056	21986	28157
10. Exceptional Items	-	-	-	-	-
11. Profit from Ordinary Activities before Tax (9-10)	22323	20101	26056	21986	28157
12. Tax Expense (Note 6)					
- Current Tax	-	-	-	-	5173
- Less MAT Credit	-	-	-	-	(839)
- Deferred Tax	-	-	-	-	600
	-	-	-	-	4934
13. Net Profit from Ordinary Activities after Tax (11-12)	22323	20101	26056	21986	23223
14. Extraordinary Items	-	-	-	-	-
15. Net Profit (13-14)	22323	20101	26056	21986	23223
16. Paid-up Equity Share Capital: Face Value : Rs 5/- per share	5473	5473	5473	5473	5473
17. Reserves and Surplus (excluding Revaluation Reserve)					90250
18. Earnings per Share (Basic and Diluted) before and after Extraordinary Items (Rs.)	20.39	18.36	23.80	20.09	21.22
19. Public Shareholding					
- Number of Shares	59466350	59707622	59466350	59707622	59466350
- Percentage of Shareholding	54.33	54.55	54.33	54.55	54.33
20. Promoters and Promoter Group Shareholding					
a) Pledged/Encumbered					
- Number of shares	4864670	4964670	4864670	4964670	2964670
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	9.73	9.98	9.73	9.98	5.93
- Percentage of shares (as a % of the total share capital of the company)	4.44	4.54	4.44	4.54	2.71
b) Non-Encumbered					
- Number of shares	45124715	44783443	45124715	44783443	47024715
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	90.27	90.02	90.27	90.02	94.07
- Percentage of shares (as a % of the total share capital of the company)	41.23	40.91	41.23	40.91	42.96

Notes :

1. Statement of Assets and Liabilities

Rs. Lakhs

Description	As at 30th September 2011 (Unaudited)	As at 30th September 2010 (Unaudited)	As at 31st March 2011 (Audited)
SOURCES OF FUNDS			
1. Shareholders' Funds			
a) Share Capital	5473	5473	5473
b) Reserves and Surplus	172718	152219	146662
	178191	157692	152135
2. Loan Funds	48966	43794	20881
3. Deferred Tax Liability	6351	5751	6351
	233508	207237	179367
APPLICATION OF FUNDS			
1. Fixed Assets	146946	145478	146776
2. Investments	26056	25946	26036
3. Current Assets, Loans and Advances			
a) Inventories	29024	21601	7040
b) Sundry Debtors	10170	10487	1299
c) Cash and Bank Balances	1803	2678	1282
d) Other Current Assets	5767	5247	4686
e) Loans and Advances	41128	18650	20152
	87892	58663	34459
Less : Current Liabilities and Provisions			
a) Current Liabilities	16312	12575	11128
b) Provisions	11074	10275	16776
	27386	22850	27904
Net Current Assets	60506	35813	6555
	233508	207237	179367

2. a) The Company is primarily engaged in the business of cultivation, manufacture and sale of tea and is managed organisationally as a single unit. Accordingly, the Company is a single business segment company.

b) Geographical (Secondary) Segment :

The geographical Segments have been identified as follows :

Sales revenue by geographical market :

Rs. Lakhs

	Three months ended		Six months ended	
	30th September 2011	30th September 2010	30th September 2011	30th September 2010
- India	26609	23303	38485	33581
- Outside India	13960	12821	16815	14788
	40569	36124	55300	48369

Period-end assets outside India Rs. 3025 lakhs (30th September 2010 - Rs. 4028 lakhs).

3. As the Company is engaged in business of cultivation, manufacture and sale of tea (single business segment), which is seasonal in character, figures for the period ended 30th September 2011 should not be construed as representative of likely result for year ending 31st March 2012.

4. Value of consumption of raw materials represents only Green Leaf purchased from third parties. As production of Green Leaf (raw materials consumed by the Company for manufacture of Tea) from the Company's own estates involves integrated process having various stages such as nursery, planting, cultivation etc., their values at the intermediate stage are not readily ascertainable at this stage.

5. Stock of bulk tea as on 30th September 2011, has been valued at lower of estimated cost of production (based on estimated production and expenditure for the financial year) and net realisable value. Production of tea not being uniform throughout the year, stock-valuation will be unrealistic if it is based on actual production and expenditure up to 30th September 2011. The effect of any variance from actual cost applicable to total valuation is not readily ascertainable. The aforesaid method of stock valuation is consistent with the accounting policy of the Company for the purpose of determining quarterly results.

6. As the ultimate income tax liability will depend on results for the year ending 31st March, 2012 and in view of the seasonal nature of tea business, the position with regard to provision for Current Tax and also Deferred Tax will be determined at end of the year.

7. Exchange Fluctuation represents net exchange loss / (gain) arising mainly on servicing / translation of foreign currency loans.

8. There was no complaint from investors pending at the beginning and at the end of the quarter. 30 (thirty) complaints were received and the same were duly resolved / responded to during the quarter.

9. Figures for the previous period have been regrouped / rearranged, wherever necessary.

10. The above results for the three months and six months ended 30th September 2011 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 1st November 2011; and these have been subjected to a limited review by the Statutory Auditors of the Company and their observations have been dealt with in Note Nos. 5 and 6 above which are self-explanatory.