



McLEOD RUSSEL INDIA LIMITED

Registered Office: 4, Mangoe Lane, Kolkata - 700001

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2011

Rs. Lakhs

Description	Quarter ended		Financial Year Ended 31st March 2011 (Audited)
	30th June 2011	30th June 2010	
1. Sales/Income from Operations	14731	12245	107313
2. Other Operating Income	299	273	3150
3. Total Income (1+2)	15030	12518	110463
4. Expenditure			
a) (Increase) / Decrease in Stock in Trade (Note 4)	(12442)	(8435)	(1153)
b) Consumption of Raw Materials (Note 3)	3579	2070	8861
c) Staff Cost	10846	9601	39220
d) Consumption of Stores and Spare Parts	2128	1749	5464
e) Power and Fuel	2834	2382	10052
f) Freight, Shipping and Selling Expenses	824	641	5065
g) Depreciation and Amortisation	706	676	2754
h) Other Expenditure	2595	2416	11647
Total	11070	11100	81910
5. Profit from Operations before Other Income, Interest and Exceptional Items (3-4)	3960	1418	28553
6. Other Income	263	944	1439
7. Profit before Interest and Exceptional Items (5+6)	4223	2362	29992
8. Interest and Exchange Fluctuation (net)			
a) Interest	459	291	1896
b) Exchange Fluctuation (Note 6)	31	186	(61)
	490	477	1835
9. Profit after Interest but before Exceptional Items (7-8)	3733	1885	28157
10. Exceptional Items	-	-	-
11. Profit from Ordinary Activities before Tax (9-10)	3733	1885	28157
12. Tax Expense (Note 5)			
- Current Tax	-	-	5173
- Less MAT Credit	-	-	(839)
- Deferred Tax	-	-	600
	-	-	4934
13. Net Profit from Ordinary Activities after Tax (11-12)	3733	1885	23223
14. Extraordinary Items	-	-	-
15. Net Profit (13-14)	3733	1885	23223
16. Paid-up Equity Share Capital: Face Value : Rs 5/- per share	5473	5473	5473
17. Reserves and Surplus (excluding Revaluation Reserve)			90250
18. Earnings per Share (Basic and Diluted) before and after Extraordinary Items (Rs.)	3.41	1.72	21.22
19. Public Shareholding			
Number of Shares	59466350	59725790	59466350
Percentage of Shareholding	54.33	54.57	54.33
20. Promoters and Promoter Group Shareholding			
a) Pledged/Encumbered			
- Number of shares	4864670	4964670	2964670
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	9.73	9.98	5.93
- Percentage of shares (as a % of the total share capital of the company)	4.44	4.54	2.71
b) Non-Encumbered			
- Number of shares	45124715	44765275	47024715
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	90.27	90.02	94.07
- Percentage of shares (as a % of the total share capital of the company)	41.23	40.89	42.96

Notes :

- 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

	Quarter ended	
	30th June 2011	30th June 2010
- India	11876	10278
- Outside India	2855	1967
	14731	12245

There are no period-end assets [except sundry debtors of Rs. 942 lakhs (30th June 2010 – Rs. 667 lakhs)] outside India.

- 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 quarter ended 30th June 2011 should not be construed as representative of likely result for year ending 31st March 2012.
- 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.

- Stock of bulk tea as on 30th June 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 June 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.
- As the ultimate income tax liability will depend on results for the year ending 31st March, 2012 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.
- Exchange Fluctuation represents net exchange loss / (gain) arising mainly on servicing / translation of foreign currency loans.
- Borelli Tea Holdings Limited, the wholly owned subsidiary of the Company has set up a wholly owned subsidiary in Dubai by the name of 'McLeod Russel Middle East DMCC' which has been granted the required license on 9th May 2011 for Trading in Tea.
- There was no complaint from investors pending at the beginning and at the end of the quarter. 18 complaints were received and the same were duly resolved / responded to during the quarter.
- Figures for the previous period have been regrouped / rearranged, wherever necessary.
- The above results for the quarter ended 30th June 2011 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 29th July 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. 4 and 5 above which are self-explanatory.