



K.C.P. SUGAR AND INDUSTRIES CORPORATION LTD.

Regd. Office : "Ramakrishna Buildings", Post Box No. 727, No.239, (Old No.183), Anna-Salai, Chennai - 600 006.
Ph : 044 2855 5171 to 5176, 6551 4966 Fax : 044 2854 6617 / 2855 5863 E-mail : kcpsugar@vsnl.com

Ref:KSICL/STK.EX./2010-11/33

11.02.2011

**THE VICE PRESIDENT
CAPITALMARKET(OPERATIONS)
THE NATIONAL STOCK EXCHANGE OF
INDIA LIMITED**
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051.

**MANAGER
CORPORATE RELATIONSHIP
DEPT OF CORP SERVICES
BOMBAY STOCK EXCHANGE LTD**
Floor 25, PJ Towers
Dalal Street
Mumbai 400 001

COURIER

KCPSUGIND -EQ

**Scrip ID: KCPSUGIND
Scrip Code: 533192**

Dear Sir,

Sub: Limited Review Report for quarter ended 31.12.2010 – reg.

We are pleased to forward a copy of the **Limited Review Report** dated 10.02.2011 of the Unaudited Financial Results for the **quarter-ended 31.12.2010** received from our **Statutory Auditors, M/s Purushottam & Co** for your records.

Kindly acknowledge receipt

Thanking you

Yours faithfully
for **K.C.P SUGAR AND INDUSTRIES CORPORATION LIMITED**

**S CHIDAMBARAM
DGM (FINANCE) AND COMPAY SECRETARY**

Encl.: a/a

◇ Leading Manufacturers of Premium Grade Sugars, Rectified Spirit, Anhydrous Alcohol, Extraneutral Alcohol, Co2, Calcium Lactate, Bio-Fertilizers, Bio-Compost and Mycorrhiza Inoculum.

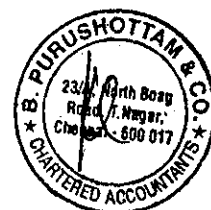
Factories at - Vuyyuru, Krishna Dist., A.P. - 521 165. Tel : 08676 232001 Fax: 08676 232640
- Lakshmipuram, Krishna Dist., A.P. - 521 131. Tel : 08671 222046 Fax: 08671 222640

**LIMITED REVIEW REPORT OF THE UNAUDITED FINANCIAL RESULTS OF
K.C.P SUGAR AND INDUSTRIES CORPORATION LIMITED, PURSUANT TO
CLAUSE 41 OF THE LISTING AGREEMENT**

1. We have reviewed the accompanying statement of unaudited financial results of **K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED**, for the quarter ended 31st December, 2010. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its Meeting held on 10.02.2011.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400. Engagements to Review Financial Statements issued by the Institute of chartered Accounts of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquires of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly. We do not express an audit opinion.
3. In respect of the company's Sugar units, the incidental Co-generation units attached to the Sugar units, Research and Development unit and part of the expenses incurred towards staff costs and manufacturing expenses (included in other expenses) and depreciation have been recognized as such during the quarter ending 31st December, 2010 only to the extent they are relatable to the production of sugar manufactured and electric energy generated during the said quarter. In the opinion of the Company's Management, the remaining expenses are relatable to the sugar to be produced and electric energy to be generated in the rest of the season which commenced during the quarter under review. The expenses so deferred at 31st December,2010 are as follows.

Rupees in Lakhs.

i) Other Expenditure	3565.13
ii) Depreciation	484.44

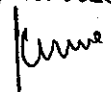


4. It has been explained to us by the Company's Management that, the Sugar Industry and the incidental co-generation activity being a seasonal in nature and since the sugar season does not match with the Company's financial year, recognition of expenses strictly in the period in which they have been incurred would result in substantial distortion of the financial results in different quarters of the financial year. It is therefore, the consistent practice followed by the company, to identify such expenses incurred during the off-season that are relatable to the coming season, and to defer them and recognize them only in the season period.

5. Based on our review conducted as explained in paragraph 2 above and after duly considering the practice of recognizing the expenses in the manner explained in paragraphs 3 and 4 above, we report that nothing has come to our attention that causes us to believe that, the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Chennai.
Date : 10.02.2011.

For B. PURUSHOTTAM & CO.
Chartered Accountants
Reg No. 002808S


K.V.N.S. KISHORE
Partner
M. No. 206734

