

**UNAUDITED FINANCIAL (PROVISIONAL) RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31<sup>ST</sup> DECEMBER 2005**

(Amount Rupees in Lakhs)

Sl. No.	PARTICULARS	Quarter ended (Unaudited)		Nine months ended (Unaudited)		For the year ended 31.03.2005 (Audited)
		31.12.2005	31.12.2004	31.12.2005	31.12.2004	
01.	Net Sales	8250.38	7664.24	27540.08	21072.03	31049.49
02.	Other Income	50.95	102.46	227.21	373.11	390.56
03.	Total Expenditure					
	a. Increase / Decrease in stocks	-953.64	1244.74	8735.46	7834.58	41.08
	b. Raw Materials	5269.60	3902.90	7900.27	5844.89	15224.49
	c. Staff Cost	750.44	330.67	913.46	572.74	1685.05
	d. Other Expenditure	1538.69	1131.07	1992.04	1764.47	6455.61
04.	Interest	72.63	138.23	261.91	747.87	915.01
05.	Depreciation	214.93	153.31	258.13	208.34	619.97
06.	Net Profit after interest and depreciation but before tax	1408.68	865.78	7706.02	4472.25	6498.84
07.	Provision for taxation - Current	450.00	342.65	1950.00	983.65	2200.00
	- Deferred	130.68	-65.00	649.47	916.54	233.63
08.	Net Profit after Tax	828.00	588.13	5106.55	2572.06	4065.21
09.	Paid-up Equity Share Capital (Face value-Rs.10/-)	1133.85	1133.85	1133.85	1133.85	1133.85
10.	Reserves (excl. revaluation reserves)	--	--	--	--	9012.45
11.	Basic and diluted Earnings per share in Rs.	7.30	5.19	45.04	22.68	35.85
12.	Aggregate of Non-Promoter shareholding	<----- not annualised ----->				
	- Number of shares	7256425	6246506	7256425	6246506	6246506
	- Percentage of shareholding	64.00	55.09	64.00	55.09	55.09

**QUARTERLY REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT**

(Amount Rupees in Lakhs)

PARTICULARS	Quarter ended (Unaudited)		Nine months ended (Unaudited)		For the year ended 31.03.2005 (Audited)
	31.12.2005	31.12.2004	31.12.2005	31.12.2004	
<b>1. Segment wise Revenue</b> (Net Sales + Other Income)					
a) Sugar	7964.71	7109.02	26574.14	19566.03	28551.32
b) Chemicals	296.97	613.56	994.24	1693.89	2391.50
c) Others	39.65	44.12	198.91	185.22	497.23
<b>Total</b>	<b>8301.33</b>	<b>7766.70</b>	<b>27767.29</b>	<b>21445.14</b>	<b>31440.05</b>
Less : Inter Segment Revenue	173.57	326.94	722.06	1031.53	1455.28
Sales / Income from operations	8127.76	7439.76	27045.23	20413.61	29984.77
<b>2. Segment Results (Profit/(Loss) before Tax and Interest from each segment)</b>					
a) Sugar	1656.28	980.99	8009.50	4904.63	7263.01
b) Chemicals	-6.33	80.49	54.95	337.99	362.01
c) Others	-25.13	12.70	41.25	49.03	167.61
<b>Total</b>	<b>1624.82</b>	<b>1074.18</b>	<b>8105.70</b>	<b>5291.65</b>	<b>7792.63</b>
Less:					
1. Interest	72.63	138.23	261.91	747.87	915.01
2. Other Un-allocable expenditure net off unallocable Income	143.51	70.17	137.77	71.53	378.78
	216.14	208.40	399.68	819.40	1293.79
<b>Total Profit Before Tax</b>	<b>1408.68</b>	<b>865.78</b>	<b>7706.02</b>	<b>4472.25</b>	<b>6498.84</b>
<b>3. Capital Employed (Segment Assets-Segment Liabilities)</b>					
a) Sugar	13443.96	11552.51	13443.96	11552.51	13387.00
b) Chemicals	2260.15	1614.02	2260.15	1614.02	939.74
c) Others	2873.91	734.99	2873.91	734.99	831.20
<b>Total Capital Employed in Segments</b>	<b>18578.02</b>	<b>13901.52</b>	<b>18578.02</b>	<b>13901.52</b>	<b>15157.94</b>
Less : Other unallocable corporate liabilities less corporate assets	3971.61	3962.03	3971.61	3962.03	5011.64
<b>Total Capital Employed in the Company</b>	<b>14606.41</b>	<b>9939.49</b>	<b>14606.41</b>	<b>9939.49</b>	<b>10146.30</b>

**Notes :**

- Sugar industry being a seasonal industry and of a predominantly cyclical nature, the above results can neither be construed as an indicator of the overall annual operations and profitability of the company nor for inter-period comparison between the quarters within a financial year as a result of regrouping of expenses.
- The Board of Directors at the meeting held on 27.10.2005, declared an interim dividend of Rs.5.00 per equity share. The interim dividend of Rs. 566.93 lakhs; tax on dividend and education cess thereon of Rs. 79.51 lakhs have been accounted for as appropriations in the Profit and Loss Account.
- The new 50 KLPD Distillery and 12 MW Incidental Cogeneration Projects, both at Vuyyuru, have commenced commercial production in December 2005 and the 5 MW Incidental Cogeneration Project at Lakshimpuram started commercial production in January 2006.
- Details of number of investor complaints for the quarter ended 31<sup>st</sup> December 2005 : Beginning - Nil; Received - 169; Disposed off - 169; Pending - Nil.
- Prior period figures have been grouped and recast wherever necessary, to conform to current period's classification.
- The above Unaudited Financial (Provisional) results were reviewed by the Audit Committee and approved at the Meeting of Board of Directors held on 30<sup>th</sup> January 2006. These Accounts are subject to "Limited Review" by the Statutory Auditors.

(BY ORDER OF THE BOARD)

for K.C.P SUGAR & INDUSTRIES CORPORATION LTD.

SMT IRMGARD VELAGAPUDI M. RAO

Managing Director

Date : 30-01-2006

Place : Chennai