

**UNAUDITED FINANCIAL (PROVISIONAL) RESULTS FOR THE
QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2006**

(Amount Rupees in Lakhs)

Sl. No.	PARTICULARS	Quarter ended (Unaudited)		Nine months ended (Unaudited)		For the year ended 31.03.2006 (Audited)
		31.12.2006	31.12.2005	31.12.2006	31.12.2005	
01.	Net Sales	9144.77	8250.38	27089.77	27540.08	40714.45
02.	Other Income	128.38	50.95	328.32	227.21	271.58
03.	Total Expenditure					
	a. Increase / Decrease in stocks	(1739.40)	(953.64)	8134.71	8735.46	49.04
	b. Raw Materials	6115.89	5269.60	9304.48	7900.27	17235.76
	c. Staff Cost	717.40	750.44	964.24	913.46	2083.66
	d. Other Expenditure	3358.83	1538.69	4681.66	1992.04	11123.58
04.	Interest	45.60	72.63	203.58	261.91	359.28
05.	Depreciation	272.01	214.93	371.22	258.13	743.45
06.	Net Profit after interest and depreciation but before tax	502.82	1408.68	3758.20	7706.02	9391.26
07.	Provision for taxation - Current	125.00	450.00	825.00	1950.00	2925.00
	- Deferred	252.03	130.68	608.71	649.47	755.21
08.	Net Profit after Tax	125.79	828.00	2324.49	5106.55	5711.05
09.	Paid-up Equity Share Capital (Face value-Rs.1/- each)	1133.85	1133.85	1133.85	1133.85	1133.85
10.	Reserves (excl. revaluation reserves)	---	---	---	---	12784.19
11.	Basic and diluted Earnings per share in Rs.	0.11	0.73	2.05	4.50	5.04
12.	Aggregate of Non-Promoter shareholding	----- not annualised -----				
	- Number of shares	72544250	7256425	72544250	7256425	72564250
	- Percentage of shareholding	63.98	64.00	63.98	64.00	64.00

**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 31.03.2006 (Audited)
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	
1. Segment wise Revenue (Net Sales + Other income)					
a) Sugar	7612.51	7964.71	24165.29	26574.14	36348.60
b) Chemicals	533.03	296.97	1624.53	994.24	1738.44
c) Power & Fuel	1083.20	---	1428.95	---	2477.80
d) Others	44.41	39.65	199.32	198.91	421.19
Total	9273.15	8301.33	27418.09	27767.29	40986.03
Less: Inter Segment Revenue	1863.08	173.57	2792.27	722.06	4801.35
Sales / Income from operations	7410.07	8127.76	24625.82	27045.23	36184.68
2. Segment Results (Profit/Loss before Tax and Interest from each segment)					
a) Sugar	482.48	1656.28	3685.90	8009.50	9553.93
b) Chemicals	84.91	(6.33)	256.82	54.95	11.69
c) Power & Fuel	173.69	---	238.47	---	548.59
d) Others	3.12	(25.13)	39.15	41.25	153.57
Total	744.20	1624.82	4220.34	8105.70	10267.78
Less:					
1. Interest	45.60	72.63	203.58	261.91	359.28
2. Other Un-allocable expenditure net of unallocable Income	195.78	143.51	258.56	137.77	517.24
Total Profit Before Tax	241.38	216.14	462.14	399.68	876.52
3. Capital Employed (Segment Assets- Segment Liabilities)					
a) Sugar	11190.45	13443.96	11190.45	13443.96	12151.57
b) Chemicals	1897.62	2260.15	1897.62	2260.15	1387.43
c) Power & Fuel	5306.88	---	5306.88	---	5059.92
d) Others	1230.15	2873.91	1230.15	2873.91	991.65
Total Capital Employed in Segments	19625.10	18578.02	19625.10	18578.02	19590.57
Less: Other unallocable corporate liabilities less corporate assets	3382.58	3971.61	3382.58	3971.61	5672.53
Total Capital Employed in the Company	16242.52	14606.41	16242.52	14606.41	13918.04

B/line
02/02/07

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.
- Expenditure on raw materials for the quarter ended 31.12.2006 includes an amount of Rs.489.05 lakhs paid in October 2006 towards adhoc advance additional cane price for 2005-06 sugar season; but for which, the profits would have been higher by the said amount.
- Commercial production of cogeneration of power commenced only in end-December 2005. Net sales, raw materials and other expenditure for the current quarter include inter-segment revenue and expenditure on transfer of bagasse, steam and power of about Rs.1633.98 lakhs and hence are not comparable to the previous quarter ended 31.12.2005. However, inter-segment revenue and expenditure on transfer of molasses/bagasse to distillery is common to both quarters.
- The Madras Stock Exchange Ltd. has, pursuant to the Company's application for voluntary delisting of its equity shares from the Exchange, since confirmed the Delisting of the Company's Equity Shares (i.e. admission granted for dealings withdrawn) with effect from 3rd January 2007.
- The Bombay Stock Exchange Ltd has informed that effective from 28.12.2006 the securities of our Company has been permitted for dealings on their Exchange under 'Permitted Securities Category' (B1)
- Details of number of investor complaints for the quarter ended 31st Dec. 2006: Beginning-Nil; Received-179; Disposed Off-179; 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 31st January 2007. 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 : 31-01-2007

Place : Chennai

B/line 02/02/07