



VST Industries Limited

Azamabad, Hyderabad - 500 020, Andhra Pradesh

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR
QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2009

(Rs. in Lakhs)

Sl. No.	PARTICULARS	QUARTER ENDED		HALF YEAR ENDED		YEAR ENDED
		30-09-2009 (UNAUDITED)	30-09-2008 (UNAUDITED)	30-09-2009 (UNAUDITED)	30-09-2008 (UNAUDITED)	31-03-2009 (AUDITED)
1	2	3	4	5	6	7
1.	(a) Gross Sales / Income from Operations	27125	24350	55943	44713	100474
	(b) Less:- Excise Duty	15553	15488	31836	28828	62366
	(c) Net Sales / Income from Operations	11572	8862	24107	15885	38108
	(d) Other Operating Income	71	69	148	103	198
	Total	11643	8931	24255	15988	38306
2.	Expenditure:					
	(a) (Increase) / Decrease in Stock-in-Trade and Work-in-progress	274	(12)	(2)	(238)	(293)
	(b) Consumption of Raw Materials	6020	4245	13307	7561	18386
	(c) Employee Cost	1238	1040	2524	2236	4889
	(d) Depreciation	406	354	794	759	1582
	(e) Other Expenditure	1755	2214	3233	4297	8413
	Total	9693	7841	19856	14615	32977
3.	Profit from Operations before Other Income, Interest & Exceptional Item (1-2)	1950	1090	4399	1373	5329
4.	Other Income	433	383	1374	1390	1940
5.	Profit before Interest & Exceptional Item (3+4)	2383	1473	5773	2763	7269
6.	Interest (net)	(31)	1	(60)	2	(104)
7.	Profit after Interest but before Exceptional item(5-6)	2414	1472	5833	2761	7373
8.	Exceptional Item (refer note 3)	-	-	-	-	1261
9.	Profit from Ordinary activities before Tax (7+8)	2414	1472	5833	2761	8634
10.	Tax Expenses	699	347	1708	570	2452
11.	Net Profit from Ordinary activities after Tax (9-10)	1715	1125	4125	2191	6182
12.	Extraordinary Items (Net of Tax Expense)	-	-	-	-	-
13.	Net Profit for the Period (11 -12)	1715	1125	4125	2191	6182
14.	Paid-up Equity Share Capital (Face value of Rs.10 per Share)	1544	1544	1544	1544	1544
15.	Reserves excluding Revaluation Reserve as per the balance sheet of previous accounting year	-	-	-	-	21992
16.	Earnings per Share (EPS) Rs.					
	a) Basic and Diluted EPS before extraordinary Items for the period, for the year to date and for the previous year	11.11	7.28	26.72	14.19	40.04
	b) Basic and Diluted EPS after extraordinary Items for the period, for the year to date and for the previous year	11.11	7.28	26.72	14.19	40.04
17.	Public Shareholding					
	- Number of Shares	10476018	10476018	10476018	10476018	10476018
	- Percentage of Shareholding	67.84	67.84	67.84	67.84	67.84
18.	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- Number of Shares	-	-	-	-	-
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
	- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-
	b) Non - Encumbered					
	- Number of Shares	4965902		4965902		4965902
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100		100		100
	- Percentage of Shares (as a % of the total share capital of the company)	32.16		32.16		32.16

Notes :

1. As the Company's business activity falls within a single primary business segment viz. "Tobacco and related products", the disclosure requirements of Accounting Standard 17 "Segment Reporting" as notified under Section 211 (3C) of the Companies Act, 1956, is not applicable.
2. Other Expenditure includes Loss/(Gain) on foreign exchange:
 - for the quarter and half-year ended 30th September, 2009 - Rs. Nil & Rs. (303) lakhs respectively.
 - for the quarter and half-year ended 30th September, 2008 - Rs. 653 lakhs & Rs. 1036 lakhs respectively.
 - for the year ended 31st March, 2009 - Rs. 1561 lakhs
3. The Post Manufacturing Expenses dispute relates to excise duty payable on clearances from the factory between 01-03-1975 to 28-02-1983 in which allowable post manufacturing expenses were denied by the excise department. The company had won the case on merits, after which the excise department had rejected the claim for refund of excess duty paid on principles of unjust enrichment. This issue was held in favour of the Company by the Hon'ble High Court of Andhra Pradesh and consequently, a refund of Rs. 1260.79 lakhs (including an interest of Rs. 545.51 lakhs) was received from the excise department during the year ended 31st March 2008. Considering various aspects involved, the said refund received had been considered in the Profit and Loss Account for the year ended 31st March, 2009.
4. To facilitate comparison, figures of the previous period have been re-arranged, where necessary.
5. During the Quarter, 59 investor complaints were received to which the company had responded. No complaints were pending either at the beginning or at the end of the quarter.
6. Limited Review of Financial Results as per Clause 41 of Listing Agreement with the Stock Exchanges has been carried out by the Statutory Auditors for the quarter and half year ended 30th September, 2009.
7. The above mentioned results were reviewed by the Audit Committee on 15th October, 2009 and approved by the Board of Directors at its meeting held on 16th October, 2009.

Place : Hyderabad
Date : 16th October, 2009

**BY ORDER OF THE BOARD
VST INDUSTRIES LIMITED
Sd/-
R.S. NORONHA
MANAGING DIRECTOR**