



VST Industries Limited

Azamabad, Hyderabad - 500 020, Andhra Pradesh

AUDITED FINANCIAL RESULTS FOR THE

YEAR ENDED 31st MARCH, 2010

(Rs. in Lakhs)

Sl. No.	PARTICULARS	VST Industries Limited		Consolidated	
		YEAR ENDED		YEAR ENDED	
		31-03-2010 (AUDITED)	31-03-2009 (AUDITED)	31-03-2010 (AUDITED)	31-03-2009 (AUDITED)
Col.1	Col. 2	Col. 3	Col. 4	Col. 5	Col. 6
1.	(a) Gross Sales / Income from Operations	112542	100474	112542	100474
	(b) Less:- Excise Duty	65325	62366	65325	62366
	(c) Net Sales / Income from Operations	47217	38108	47217	38108
	(d) Other Operating Income	284	198	284	200
	Total	47501	38306	47501	38308
2.	Expenditure:				
	(a) (Increase)/Decrease in Stock-in-Trade and Work-in-progress	(160)	(293)	(160)	(293)
	(b) Consumption of Raw Materials	26345	18386	26345	18386
	(c) Employees Cost	5713	4889	5713	4889
	(d) Depreciation	1787	1582	1796	1591
	(e) Other Expenditure	6334	8413	6334	8414
	Total	40019	32977	40028	32987
3.	Profit from Operations before Other Income, Interest & Exceptional Item (1 - 2)	7482	5329	7473	5321
4.	Other Income	2187	1940	2192	1948
5.	Profit before Interest & Exceptional Item (3 + 4)	9669	7269	9665	7269
6.	Interest (net)	(126)	(104)	(126)	(120)
7.	Profit after Interest but before Exceptional Item (5 - 6)	9795	7373	9791	7389
8.	Exceptional Item (refer note 3)	(1241)	1261	(1241)	1261
9.	Profit from Ordinary activities before Tax (7 + 8)	8554	8634	8550	8650
10.	Tax Expenses	2349	2452	2349	2458
11.	Net Profit from Ordinary activities after Tax (9 - 10)	6205	6182	6201	6192
12.	Extraordinary Items (Net of Tax Expense)	-	-	-	-
13.	Net Profit for the Period (11 - 12)	6205	6182	6201	6192
14.	Paid-up Equity Share Capital (Face value of Rs. 10 per Share)	1544	1544	1544	1544
15.	Reserves excluding Revaluation Reserve as per the balance sheet of previous accounting year	22795	21992	23086	22287
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	40.18	40.04	40.16	40.10
	b) Basic and Diluted EPS after extraordinary Items for the period, for the year to date and for the previous year	40.18	40.04	40.16	40.10
17.	Public Shareholding				
	- Number of Shares	10476018	10476018	10476018	10476018
	- Percentage of Shareholding	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	4965902
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	32.16	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 Rs. (726) Lakhs (2008-09 - Rs. 1561 Lakhs) towards Loss/ (Gain) on foreign exchange.
3. Exceptional Item comprises of:
 - a) Expense incurred under Voluntary Retirement Scheme for employees - Rs.1241 Lakhs (2008-09 - Nil)
 - b) 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 previous year ended 31st March 2008. Considering various aspects involved, the said refund received was considered in the Profit and Loss Account for the year ended 31st March, 2009.
4. During the Quarter, 30 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.
5. The Consolidated financial results as shown above in Column no. 5 and 6 relate to "VST Industries Limited" (the parent Company) and "VST Distribution, Storage & Leasing Company Private Limited" which is wholly owned subsidiary of VST Industries Limited.
6. The Board of Directors recommend dividend for the year 2009-10 - Rs. 30 (2008-09 - Rs. 30) per Equity Share of Rs. 10 each.
7. To facilitate comparison, figures of the previous period have been re-arranged, where necessary.
8. The above mentioned results were reviewed by the Audit Committee on 14th April, 2010 and approved by the Board of Directors at its meeting held on 15th April, 2010.

Place : Hyderabad
Date : 15th April, 2010

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