



McLEOD RUSSEL INDIA LIMITED

FOUR MANGO LANE, SURENDRA MOHAN GHOSH SARANI, KOLKATA - 700 001

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30th May 2011

The Secretary,
Mumbai Stock Exchange,
P.J. Towers, Dalal Street,
MUMBAI-400 023.
Scrip Code: 532654

The Secretary,
National Stock Exchange
of India Ltd.,
Exchange Plaza,
5th Floor,
Plot No.C/1,G Block,
Bandra-Kurla Complex,
Bandra (E),
MUMBAI-400 051.
Scrip Code: MCLEODRUSS

The Secretary,
The Calcutta Stock
Exchange Association Ltd.,
6, Lyons Range,
KOLKATA-700 001.
Scrip Code: 10023930

Dear Sir,

APPROVAL OF AUDITED ACCOUNTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2011 AND RECOMMENDATION OF DIVIDEND

Further to our letter dated 16th May 2011 we would like to inform you that at a Meeting held today, the Board of Directors of the Company has arrived at the following decisions :-

- (a) Approved the Audited Accounts of the Company for the Financial Year ended 31st March 2011.
- (b) Recommended Dividend of Rs.5/- per share (100%) on the Equity Shares of Rs.5/- each for the Financial Year ended 31st March 2011.
- (c) Approved and taken on record the Company's Audited Financial Results for the Financial Year ended 31st March 2011 pursuant to Clause 41 of the Listing Agreement.

We now send herewith the Audited Financial Results duly signed by a Wholetime Director of the Company for your information and record.

Please acknowledge receipt.

Yours faithfully,
McLEOD RUSSEL INDIA LIMITED


(A. GUHA SARKAR)
**VICE PRESIDENT &
COMPANY SECRETARY**

Encl:

/ga.

Registered Office

Four Mangoe Lane, Surendra Mohan Ghosh Sarani, Kolkata - 700 001



A Williamson Magor Group Enterprise

McLEOD RUSSEL INDIA LTD.
Registered Office: 4, Mangoe Lane, Kolkata - 700001

**AUDITED FINANCIAL RESULTS FOR THE
YEAR ENDED MARCH 31, 2011**

Rs. Lakhs

Description	Standalone financial year ended 31st March		Consolidated financial year ended 31st March	
	2011	2010	2011	2010
1. Sales/Income from Operations	107313	107682	124119	110620
2. Other Operating Income	3150	3035	3290	3052
3. Total Income (1+2)	110463	110717	127409	113672
4. Expenditure				
a) (Increase) / Decrease in Stock in Trade	(1153)	734	(1029)	184
b) Consumption of Raw Materials (Note 5)	8861	7173	11398	8944
c) Staff Cost	39220	36281	42525	36584
d) Consumption of Stores and Spare Parts	5464	4984	7382	5186
e) Power and Fuel	10052	9260	11230	9517
f) Freight, Shipping and Selling Expenses	5065	5004	5888	4712
g) Depreciation and Amortisation	2754	2712	3818	3230
h) Other Expenditure	11647	11384	13457	12278
Total	81910	77532	94669	80635
5. Profit from Operations before Other Income, Interest and Exceptional Items (3-4)	28553	33185	32740	33037
6. Other Income	1439	435	1454	433
7. Profit before Interest and Exceptional Items (5+6)	29992	33620	34194	33470
8. Interest and Exchange Fluctuation (net)				
a) Interest	1896	3395	2709	3773
b) Exchange Fluctuation (Note 6)	(61)	(868)	204	(812)
	1835	2527	2913	2961
9. Profit after Interest but before Exceptional Items (7-8)	28157	31093	31281	30509
10. Exceptional Items	-	-	-	-
11. Profit from Ordinary Activities before Tax (9-10)	28157	31093	31281	30509
12. Tax Expense				
- Current Tax	5173	6561	6914	6640
- Less MAT Credit	(839)	-	(839)	-
- Deferred Tax	600	499	286	499
	4934	7060	6361	7139
13. Net Profit from Ordinary Activities after Tax (11-12)	23223	24033	24920	23370
14. Extraordinary Items	-	-	-	-
15. Net Profit before share of Associates' Loss and Minority Interest (13-14)	23223	24033	24920	23370
16. Share of Associates' Loss	-	-	275	330
17. Minority Interest	-	-	(2)	(52)
18. Net Profit after Share of Associates' Loss and Minority Interest [15-(16+17)]	23223	24033	24647	23092
19. Paid-up Equity Share Capital: Face Value : Rs. 5/- per share	5473	5473	5473	5473
20. Reserves and Surplus (excluding Revaluation Reserve)	90250	73388	89763	74691
21. Earnings per Share (Basic and Diluted) before and after Extraordinary Items (Rs.)	21.22	21.96	22.52	21.10
22. Public Shareholding				
Number of Shares	59466350	59805179		
Percentage of Shareholding	54.33	54.64		
23. Promoters and promoter group Shareholdings				
a) Pledged/Encumbered				
- Number of shares	2964670	10964670		
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	5.93	22.08		
- Percentage of shares (as a % of the total share capital of the company)	2.71	10.02		
b) Non-Encumbered				
- Number of shares	47024715	38685886		
- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	94.07	77.92		
- Percentage of shares (as a % of the total share capital of the company)	42.96	35.34		



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Rs. Lakhs

	Standalone financial year ended 31st March		Consolidated financial year ended 31st March	
	2011	2010	2011	2010
Segment Revenue				
India			107313	107682
Vietnam			3562	2922
Uganda			13244	-
Segment Results (Profit before Interest and Tax)				
India			29922	33620
Vietnam			300	350
Uganda			4523	-
Total			34745	33970
Less :				
Interest and Exchange Fluctuation (net)	Refer Note 4		2913	2961
Other Unallocated Expenditure - net of Income			551	500
Total Profit before Taxation			31281	30509
Capital Employed (Segment Assets less Segment Liabilities)				
India			87461	78861
Vietnam			3924	721
Uganda			9733	9457



Notes :

1. Statement of Assets and Liabilities

Rs. Lakhs

	Standalone financial year ended 31st March		Consolidated financial year ended 31st March	
	2011	2010	2011	2010
SOURCES OF FUNDS				
1. Shareholders' Funds				
a) Share Capital	5473	5473	5473	5473
b) Reserves and Surplus	146662	130233	146175	131535
	<u>152135</u>	<u>135706</u>	<u>151648</u>	<u>137008</u>
2. Loan Funds	20881	27991	31627	40207
3. Deferred Tax Liability	6351	5751	7227	7160
	<u>179367</u>	<u>169448</u>	<u>190502</u>	<u>184375</u>
APPLICATION OF FUNDS				
1. Fixed Assets	146776	145602	176681	178004
2. Investments	26036	25946	3361	3499
3. Current Assets, Loans and Advances				
a) Inventories	7040	5295	9677	8003
b) Sundry Debtors	1299	1629	2243	2726
c) Cash and Bank Balances	1282	2192	3115	5263
d) Other Current Assets	4686	5108	5782	6445
e) Loans and Advances	20152	13278	21568	13701
	<u>34459</u>	<u>27502</u>	<u>42385</u>	<u>36138</u>
Less : Current Liabilities and Provisions				
a) Current Liabilities	11128	11273	14641	14344
b) Provisions	16776	18329	17284	18922
	<u>27904</u>	<u>29602</u>	<u>31925</u>	<u>33266</u>
Net Current Assets	6555	(2100)	10460	2872
	<u>179367</u>	<u>169448</u>	<u>190502</u>	<u>184375</u>

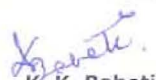


2. (i) Borelli Tea Holdings Limited U.K. ("Borelli"), wholly owned subsidiary of the Company, has provisionally taken management control of Gisovu Tea Company Limited ('Gisovu') on 23rd February 2011 in terms of the decision of the Government of Rwanda to sell 60% shares of Gisovu to Borelli. The remaining formalities for acquisition of the said 60% stake in Gisovu are being complied with.
- (ii) Borelli has set up a wholly owned subsidiary in Dubai by the name 'McLeod Russel Middle East DMCC' which was granted the requisite license on 9th May 2011 and from the said date McLeod Russel Middle East DMCC has become a step-down subsidiary of the Company.
3. The Board of Directors has recommended a dividend of Rs. 5/- (100 %) per share.
4. Segments have been identified in line with the accounting standard 17 taking into account the different political and economic environment, risk and returns. These have been identified as India, Vietnam and Uganda. However, on standalone basis the Company, being engaged in manufacture of Tea in India, is regarded as single segment.
5. Value of consumption of raw materials represents only Green Leaf purchased from third parties. As production of Green Leaf (raw material consumed by the Company for manufacture of Tea) from the Company's own estates involves integrated process having various stages such as nursery, planting, cultivation etc., their values at the intermediate stage is not readily ascertainable at this stage.
6. Exchange Fluctuation represents net exchange loss / (gain) arising mainly on servicing/ translation of foreign currency loans.
7. There was no complaint from investors pending at the beginning and at the end of the quarter. 21 (twentyone) complaints were received and the same were duly resolved/responded to during the quarter.
8. The above statement has been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on May 30, 2011.

Kolkata
May 30, 2011



McLeod Russel India Limited


K. K. Baheti
Wholetime Director