



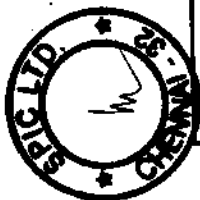
SOUTHERN PETROCHEMICAL INDUSTRIES CORPORATION LIMITED

Regd. Office: 73, Armenian Street, Chennai 600 001.

UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER 2011

(Rupees in Lac)

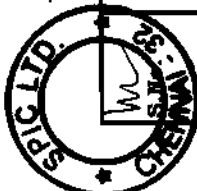
S.No	Description	Quarter ended 30th Sep 2011 (Jul'11 - Sep'11) (Unaudited)	Quarter ended 30th Sep 2010 (Jul'10 - Sep'10) (Unaudited)	Half Year ended 30th Sep 2011 (Apr'11 - Sep'11) (Unaudited)	Half Year ended 30th Sep 2010 (Apr'10 - Sep'10) (Unaudited)	Year ended 31st March 2011 (Apr'10 - Mar'11) (Audited)
1	Income					
	(a) Net sales/Income from Operations	108745.30	15948.36	205839.54	25697.85	172902.41
	(b) Other operating income	1401.21	466.56	1704.20	1171.05	1981.90
	Total Income	110146.51	16414.92	207543.74	26868.90	174884.31
2	Expenditure					
	(a) (Increase)/decrease in stock in trade and work in progress	607.05	(365.30)	337.00	272.04	(4831.60)
	(b) Consumption of raw materials	63105.52	7616.65	117200.69	12102.76	92269.90
	(c) Materials and Equipments for Construction Contracts	6923.84	3095.13	14867.66	3919.21	20248.91
	(d) Purchase of traded goods	1130.25	722.35	1769.05	1024.57	1960.29
	(e) Power and fuel charges	16916.68	901.46	34404.33	1778.93	31307.18
	(f) Employees cost	2448.27	1555.79	4072.23	2869.52	6326.82
	(g) Depreciation	1923.87	2232.68	3810.46	4526.54	8894.90
	(h) Exchange (Gain)/Loss(Net)	4318.82	(1052.74)	4410.34	(282.13)	(462.51)
	(i) Other expenditure	9343.57	3576.25	18850.72	5843.96	19907.54
	Total Expenditure	106717.87	18282.27	199722.48	32055.40	175621.43
3	Profit/ (Loss) from Operations before Other Income, Interest and Exceptional items (1-2)	3428.64	(1867.35)	7821.26	(5186.50)	(737.12)
4	Other Income	281.46	502.30	444.91	580.05	900.76
5	Profit/(Loss) before Interest and Exceptional Items (3+4)	3710.10	(1365.05)	8266.17	(4606.45)	163.64
6	Interest	4114.57	735.04	4982.50	883.12	2551.04
7	Profit/(Loss) after Interest but before Exceptional Items (5-6)	(404.47)	(2100.09)	3283.67	(5489.57)	(2387.40)
8	Exceptional Items					
	(a) Reversal of Provision for Loss on Sale of a Business undertaking made in the previous quarter (Note 5)	2150.03				
	(b)(Loss) on Sale of a Business undertaking (Note 5)	(1745.56)	(3707.69)	(1745.56)	(3707.69)	(3463.19)
	(c)(Loss) on Sale of Fixed assets (Net)		224.94	562.89	8039.33	14048.95
	(d) Profit on sale of investments (Note 10)	562.89				
	(e) Retrenchment Provision (Note 4 (b))	(532.26)	(5582.84)	(1100.00)	(1157.93)	
9	Profit / (Loss) after Exceptional items but before tax (7+8)	30.63		1001.00		8198.36
10	Tax expenses					
	Current tax					
	Deferred tax					
	Provision for tax relating to earlier years	2592.46		2592.46		
11	Profit / (Loss) for the period before extraordinary items (9-10)	(2561.83)	(5582.84)	(1591.46)	(1157.93)	8198.36



UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER 2011

(Rupees in Lac)

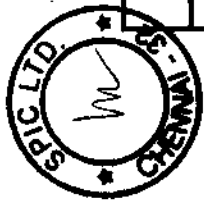
S.No	Description	Quarter ended 30th Sep 2011 (Jul'11 - Sep'11) (Unaudited)	Quarter ended 30th Sep 2010 (Jul'10 - Sep'10) (Unaudited)	Half Year ended 30th Sep 2011 (Apr'11 - Sep'11) (Unaudited)	Half Year ended 30th Sep 2010 (Apr'10 - Sep'10) (Unaudited)	Year ended 31st March 2011 (Apr'10 - Mar'11) (Audited)
12	Extraordinary item (net of tax expense)	(2561.83)	(5582.84)	(1591.46)	(1157.93)	8198.36
13	Profit / (Loss) for the period after extraordinary items(11-12)	16627.84	13117.35	16627.84	13117.35	16627.84
14	Paid-up equity share capital (Face Value of Rs. 10 per share)					28682.85
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year					149170.47
16	Debit balance in Profit and loss account					
17	Earnings Per Share (EPS)					
	a) Basic earnings per share before and after extraordinary items (EPS) (Rs) (Not annualised)	(1.57)	(4.29)	(1.01)	(0.95)	5.51
	b) Diluted earnings per share before and after extraordinary items (EPS) (Rs) (Not annualised)	(1.57)	(3.69)	(1.01)	(0.82)	5.51
18	Public shareholding (Excluding shares against which GDR's are issued)	80690176	65041029	80690176	65041029	78949314
	(a) Number of Shares	54.12	57.08	54.12	57.08	52.96
19	Promoters & Promoter group shareholding (Excluding shares against which GDR's are issued)	10486639	10531639	10486639	10531639	10486639
	a) Pledged/Encumbered					
	- Number of shares					
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	18.82	21.53	18.82	21.53	14.95
	- Percentage of shares (as a % of the total share capital of the Company)	6.31	8.03	6.31	8.03	6.31
	b) Non - Encumbered					
	- Number of shares	57907709	38383770	57907709	38383770	59647871
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	89.68	78.47	89.68	78.47	85.05
	- Percentage of shares (as a % of the total share capital of the Company)	34.83	29.26	34.83	29.26	35.87



**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
FOR THE SECOND QUARTER ENDED 30TH SEPTEMBER 2011**

FOR THE SECOND QUARTER ENDED 30th SEPTEMBER 2011

(Rupees in Lac)						
	Description	Quarter ended 30th Sep 2011 (Jul'11 - Sep'11) (Unaudited)	Quarter ended 30th Sep 2010 (Jul'10 - Sep'10) (Unaudited)	Half year ended 30th Sep 2011 (Apr'11 - Sep'11) (Unaudited)	Half year ended 30th Sep 2010 (Apr'10 - Sep'10) (Unaudited)	Year ended 31st March 2011 (Apr'10 - Mar'11) (Audited)
A	Segment Revenue					
	1. Continuing					
	a) Agro Inputs - Urea Operations	65723.43	366.20	126480.97	428.38	96064.20
	b) Formulation	275.36	267.56	480.00	566.64	1084.30
	c) Others	655.64	812.64	1309.50	1375.87	2207.20
	d) Unallocated Income	345.39	442.41	501.00	694.11	994.47
	2. Discontinuing					
	a) Agro Inputs - Phosphatic Operations	33588.44	11421.05	60018.87	18577.15	50150.85
	b) Pharma related activities other than Formulation and Enzymes	920.41	101.50	962.43	220.96	455.26
	c) SMO	8919.30	3505.86	18235.88	5585.84	24828.79
	Sales / Income from operations	110427.97	16917.22	207988.65	27448.95	175785.07
B	Segment Results					
	Profit/(Loss) (Before Tax and Interest)					
	For each Segment					
	1. Continuing					
	a) Agro Inputs - Urea Operations	5890.66	(2034.97)	10694.68	(4122.14)	(1344.67)
	b) Formulation	(23.84)	45.02	(62.31)	102.48	46.69
	c) Others	61.47	68.84	92.11	115.13	78.62
	d) Unallocated	(1936.19)	(2394.00)	(4232.01)	4470.84	10029.19
	2. Discontinuing					
	a) Agro Inputs - Phosphatic Operations	(252.69)	1036.74	2235.45	1468.16	6534.47
C	Capital Employed					
	(Segment Assets - Segment Liabilities)					
	1. Continuing					
	a) Agro Inputs - Urea Operations	27392.69	11541.86	27392.69	11541.86	15100.66
	b) Formulation	575.53	421.76	575.53	421.76	568.96
	c) Others	2748.90	4115.62	2748.90	4115.62	2627.87
	d) Unallocated	(163099.10)	(175916.27)	(163099.10)	(175916.27)	(164308.11)
	2. Discontinuing					
	a) Agro Inputs - Phosphatic Operations	26945.36	33461.77	26945.36	33461.77	34024.82
	b) Pharma related activities other than Formulation and Enzymes	1235.37	4190.13	1235.37	4190.13	1821.42
	Total	(104201.25)	(114711.08)	(104201.25)	(114711.08)	(102609.78)



(Rupees in Lac)

STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2011		
	As at 30 th September 2011	As at 30 th September 2010
	(Unaudited)	(Unaudited)
Shareholders fund		
(a) Capital	17877.84	18186.79
(b) Reserves & surplus	28682.85	25628.90
Loan funds	167526.47	189522.82
TOTAL	214087.16	233338.51
Fixed Assets including CWIP	78221.88	96054.97
Investments	4821.83	9948.32
Current Assets, Loans and advances		
(a) Inventories	18148.12	9521.42
(b) Sundry Debtors	11019.67	8155.12
(c) Cash and Bank balances	7799.89	9158.41
(d) Loans and Advances	21420.96	10309.80
Less: Current liabilities and provisions		
(a) Liabilities	77579.23	67836.88
(b) Provisions	527.89	499.41
Net Current Assets	(19718.48)	(31191.54)
Profit and loss account	150761.93	158526.76
TOTAL	214087.16	233338.51

Place: Chennai
Date: 14.11.2011

Notes:

1. Net Sales / Income from Operations for the current quarter and half year ended 30 September 2011 include urea sales amounting to Rs.64068 lac and Rs. 124451 lac respectively as against NIL sales during the corresponding previous periods.
2. The financial results have been prepared on a going concern basis in view of the improvement in Company's operations resulting in operating profit (before exceptional item) during the fourth quarter of 2010-11, and half year ended 30 September, 2011.
3. a) As on September 30, 2011 secured lenders covering approximately 85.56% in value had assigned the financial assistance granted by them along with the attendant security interest in favour of Asset Reconstruction Company (India) Limited (ARCIL). ARCIL and other financial institutions have approved the rework package through CDR mechanism. Though payments are being made in compliance with the CDR package there has been delay in payment of some loan installments which may entail additional outflow as per the said rework package. In the event of the Company not being able to comply with the stipulated conditions as per the rework package, the same shall be withdrawn. In view of the delay in payment of installments and pending satisfactory completion/compliance of the conditions stipulated in the package, no credit has been taken for expected relief in loan/interest liabilities.

b) Interest expense for the quarter ended September 30, 2011 includes interest payable to ARCIL / secured lenders aggregating to Rs. 3186 lac for delay in payment of the dues as specified in the rework package.
4. a) In view of the Company's inability to restart the Pen-G operation and also considering non-viability of operation relating to R&D and API, ARCIL, vide notice dated 17 May 2011, had taken over the possession of immovable properties of the Pharma unit at Cuddalore. Consequently, the Board had decided to discontinue the operations of Pen-G, R&D and API of Pharma unit at Cuddalore. Subsequently, ARCIL sold the assets relating to Pen-G operations in October 2011 and appropriated the sale proceeds against the dues to them. Based on the sale value realized the impairment loss recognized in the previous year amounting to Rs.920.02 lac has been reversed and is included in other operating income.

The Results of the discontinued operation are disclosed under segment results.

b) The retrenchment provision under exceptional items relates to the Pen-G unit at Cuddalore.
5. Pursuant to the approval of the Board of Directors vide resolution dated 1 August 2011 and the consent of the shareholders obtained through postal ballot on 7 September 2011, the SMO Division has been disposed off on a going concern basis on 21 September 2011 and the loss on sale of this undertaking



amounting to Rs. 1745.56 lac has been recognized and disclosed as an Exceptional Item in the above results. The results of this discontinued operation are disclosed under segment results. Consequently the provision for estimated loss on sale of this undertaking made in the previous quarter has been reversed.

6. Consequent to the approval of the secured lenders as per CDR letters dated 26 July 2011 and 5 September 2011, the Board of Directors on 14 September 2011 and the consent of the shareholders obtained through postal ballot on 18 October 2011, the Phosphatics business of the company has been sold as a going concern on a slump sale basis in October 2011 and the results of this discontinued operation are disclosed under segment results.
7. There is no provision for tax in view of the carried forward losses / unabsorbed depreciation relating to earlier years available for set off while computing income both under provisions of section 115-JB and those other than section 115-JB of the Income Tax Act, 1961.
8. Provision for tax relating to earlier years has been made for Rs. 2592.46 lacs in the current quarter consequent to the dismissal by the division bench of Hon'ble Madras High Court, of the Company's appeal, on 28 September 2011, challenging the disallowance of the amount withdrawn from revaluation reserve and credited to profit & loss account while computing book profit u/s Sec 115-JA of the Income Tax Act, 1961 for the assessment year 1997-98 to 2000-01.
9. The Company has carry forward business loss and unabsorbed depreciation, which give rise to a net deferred tax asset. However in the absence of virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized, the same has not been recognised.
10. During the quarter, 11451053 shares of Manali Petrochemicals Limited were sold and the profit on sale of Rs. 562.89 lac is included under exceptional items.
11. The Board in its meeting held on 26 July 2011 has approved the issue on preferential basis upto 12,631 equity shares of the nominal value of Rs. 10/- each in one or more tranches at a price of Rs. 19/- per share, inclusive of premium Rs. 9/- per share to a financial institution, by way of conversion of debt of a sum upto Rs. 2.40 lac. This is subject to the consent of the shareholders in the forthcoming annual general meeting.



12. Disclosures relating to Discontinuing Operations:
(In accordance with Accounting Standard - 24)

A) Statement of Revenue, Expenditure, Profit Before Tax and Profit After Tax

Description	Quarter Ended 30 th September 2011	Quarter Ended 30 th September 2010	Half Year Ended 30 th September 2011	Half Year Ended 30 th September 2010	Year Ended 31 st March 2011
Revenue Including Other Income					
- Continuing	66999.82	1888.81	128771.47	3065.00	100350.17
- Discontinuing					
(i) Agro Inputs - Phosphatic Operations	33588.44	11421.05	60018.87	18577.15	50150.85
(ii) Pharma related activities other than Formulation and Enzymes	920.41	101.50	962.43	220.96	455.26
(iii) SMO	8919.30	3505.86	18235.88	5585.84	24828.79
Total	110427.97	16917.22	207988.65	27448.95	175785.07
Expenditure					
- Continuing	67122.29	6938.96	127261.50	3381.81	94091.38
- Discontinuing					
(i) Agro Inputs - Phosphatic Operations	33841.13	10384.31	57783.42	17108.99	43616.39
(ii) Pharma related activities other than Formulation and Enzymes	983.19	1853.73	2045.60	2851.93	5779.42
(iii) SMO	8450.73	3323.06	19897.14	5264.15	24099.52
Total	110397.34	22500.06	206987.66	28606.88	167586.71
Profit / (Loss) Before Taxation					
- Continuing	(122.47)	(5050.15)	1509.97	(316.81)	6258.79
- Discontinuing					
(i) Agro Inputs - Phosphatic Operations	(252.69)	1036.74	2235.45	1468.16	6534.47
(ii) Pharma related activities other than Formulation and Enzymes	(62.78)	(1752.23)	(1083.17)	(2630.97)	(5324.16)
(iii) SMO	468.57	182.80	(1661.25)	321.69	729.26
Total	30.63	(5582.84)	1001.00	(1157.93)	8198.36
Taxation					
- Continuing	2592.46	-	2592.46	-	-
- Discontinuing	-	-	-	-	-
Total	2592.46	-	2592.46	-	-



Description	Quarter Ended 30 th September 2011	Quarter Ended 30 th September 2010	Half Year Ended 30 th September 2011	Half Year Ended 30 th September 2010	Year Ended 31 st March 2011
Profit / (Loss) After Taxation					
- Continuing	(2714.93)	(5050.15)	(1082.49)	(316.81)	6258.79
- Discontinuing					
(i) Agro Inputs - Phosphatic Operations	(252.69)	1036.74	2235.45	1468.16	6534.47
(ii) Pharma related activities other than Formulation and Enzymes	(62.78)	(1752.23)	(1083.17)	(2630.97)	(5324.16)
(iii) SMO	468.57	182.80	(1661.25)	321.69	729.26
Total	(2561.83)	(5582.84)	(1591.46)	(1157.93)	8198.36

B) Assets and Liabilities - Continuing and Discontinuing Operations

	As on 30 th September 2011	As on 30 th September 2010
Assets		
- Continuing	91176.60	89315.45
- Discontinuing		
(i) Agro Inputs - Phosphatic Operations	47358.17	37126.74
(ii) Pharma related activities other than Formulation and Enzymes	2897.54	5355.91
(iii) SMO	-	11319.79
Liabilities		
- Continuing	223558.58	249152.48
- Discontinuing		
(i) Agro Inputs - Phosphatic Operations	20412.81	3664.97
(ii) Pharma related activities other than Formulation and Enzymes	1662.17	1165.78
(iii) SMO	-	3845.74



13. Previous period's figures have been regrouped / recast, wherever necessary, to conform to the classification of the current Period.
14. During the quarter ended 30 September 2011, 2 investor complaints were received and disposed off. No investor complaint was pending either at the beginning or at the end of the quarter.
15. The statutory auditors of the company have carried out a limited review of the above results and after review by the Audit Committee the results were approved by the Board at its meeting held on 14 November, 2011.

For and on behalf of the Board

Chennai
14 November 2011


A C MUTHIAH
CHAIRMAN

