

**J.K. SYNTHETICS LTD.**

(Regd. Office: Kamla Tower, Kanpur - 208 001)

**Audited Financial Results for the year ended 31st March, 2004.**

(Rs./Crores)

		For Nine Months ended		Quarter ended		For the Year Ended	
		31.12.2003	31.3.2004	31.3.2003	31.3.2004 (Audited)	31.3.2003 (Audited)	
1	Net Sales/Income from Operations	434.9	192.3	164.3	627.2	598.5	
2	Other Income	1.7	0.8	1.1	2.5	5.4	
3	<b>Total Income</b>	<b>436.6</b>	<b>193.1</b>	<b>165.4</b>	<b>629.7</b>	<b>603.9</b>	
4	<b>Total Expenditure</b>						
	Decrease/(Increase)in Stock in Trade	7.2	(7.0)	(0.1)	0.2	(6.3)	
	Consumption of Raw Material	46.6	18.3	16.6	64.9	59.5	
	Staff Cost	26.9	11.8	7.5	38.7	33.7	
	<b>Other Expenditure</b>						
	Power & Fuel	153.8	57.8	58.6	211.6	221.9	
	Stores & Spares	45.5	16.2	15.5	61.7	61.4	
	Freight & Handling Outward	97.1	40.1	33.2	137.2	125.7	
	Other Expenditure	54.6	20.6	15.9	75.2	63.3	
5	<b>Profit/(Loss) Before Depreciation</b>	<b>4.9</b>	<b>35.3</b>	<b>18.2</b>	<b>40.2</b>	<b>44.7</b>	
6	Interest(Net)	(1.6)	(2.0)	(32.5)	(3.6)	(1.2)	
7	Depreciation	31.7	10.8	10.8	42.5	42.7	
8	Net Profit/(Loss) before Tax	(25.2)	26.5	39.9	1.3	3.2	
9	Extraordinary Items(Net)	0.0	(6.9)	11.7	(6.9)	11.7	
10	Provision for taxation	0.0	0.0	0.0	0.0	0.0	
11	Net Profit/(Loss) after tax	(25.2)	19.0	51.6	(5.6)	14.9	
12	Paid-up Equity Share Capital (Net of calls in Arrears)	74.3	74.3	74.3	74.3	74.3	
13	Reserves (Excluding Revaluation Reserve)				<b>(502.4)</b>	<b>(496.8)</b>	
14	Earning per share of Rs. 10 each.						
	Basic	(3.49)	3.66	5.36	0.17	0.32	
	Diluted	(3.49)	3.66	5.36	0.17	0.32	
15	Aggregate of Non-Promoter shareholding						
	Number of Share	68689518	68689518	68844395	68689518	68844395	
	Percentage of Shareholding	92.49%	92.49%	92.50%	92.49%	92.50%	

**Note :**

- The above working results have been prepared following the accounting policies and the basis explained in the notes to Company's Annual Accounts for the year 2003-04 inter alia including that (i) the Company is a going concern and (ii) interest Rs. 54.67 Crores for the year 2003-04 has not been provided as the interest liability appearing in the books is substantially more than the interest liability payable to the secured lenders in terms of Scheme approved by Hon'ble AAIFR. vide their order dated 23.01.2003.
- The above results relate to Grey Cement and White Cement Plants which were in operation during the period. However in respect of plants at Kota and Jhalawar only fixed administrative expenses have been considered as the plants remained closed during the period.
- OTS Scheme of dues payable to Secured Lenders approved by Hon'ble AAIFR shall be implemented immediately on receipt of ECB funds from JK Cement Ltd. Further the rehabilitation scheme of Kota Complex filed by IDBI (Operating Agency) is pending for approval before Hon'ble BIFR.
- In terms of Accounting Standard - AS22 relating to "Accounting for Taxes on Income" issued by ICAI, the net deferred tax assets as at 31.3.2004 is Rs.174.02 crores. However, in view of uncertainty about sufficient future taxable income against which these deferred tax assets can be realised, the same has not been recognised in the aforesaid results.
- In terms of amended clause 41 of the Listing Agreement, details of number of investor's complaints for qtr. ended 31st March, 2004 beginning 20, received 2727, disposed of 2740 and pending 7. The company is receiving complaints for non payment of debenture dues which are proposed to be paid in terms of the "Scheme" approved by Hon'ble AAIFR. Accordingly, the complaints have been duly informed, hence these complaints have been treated as disposed off.
- The above audited results were taken on record in the meeting of Board of Directors held on 30th June, 2004.

For and on behalf of Board of Directors

Place : Kanpur

Date : 30th June, 2004.

**YADUPATI SINGHANIA**  
(Managing Director & CEO)