

STONE INDIA LIMITED

Regd. Office : 16 Taratalla Road, Kolkata- 700 088

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH JUNE, 2007

(Rs. In Lacs)

Particulars	Quarter Ended		Year ended 31.03.2007 (Un- audited)
	30.06.2007 (Un - audited)	30.06.2006 (Audited)	
Gross Sales/Income from Operations	2,377.98	1,975.63	8,163.54
Less : Excise Duty	269.35	254.27	1,095.12
Net Sales/Income from Operations	2,108.63	1,721.36	7,068.42
Other Income	0.25	10.39	32.22
Total Income	2108.88	1,731.75	7,100.64
Total Expenditure :			
a) (Increase)/decrease in stock in trade	(135.46)	17.09	(509.18)
b) Consumption of raw materials	1,351.03	971.29	4,535.76
c) Staff cost	201.96	156.41	783.91
d) Other expenditure	240.53	214.36	998.96
Interest (Net)	47.46	37.87	156.56
Depreciation	21.07	18.36	68.71
Profit/(Loss) before tax & exceptional Items	382.29	316.37	1,065.92
Exceptional charges/(Income)	1.40	-	-
Profit/(Loss) before tax	380.89	316.37	1,065.92
Tax Expenses - Current year	-	-	-
- Deferred tax	-	-	-
- Fringe Benefit Tax	2.93	2.04	9.10
Net Profit/(Loss)	377.96	314.33	1056.82
Paid-up Equity Share Capital (Face Value Rs. 10/- each)	760.33	753.58	753.58
Reserves excluding Revaluation Reserve	-	1,790.84	-
Basic EPS for the period (in Rs)	4.96	4.17	14.04
Diluted EPS for the period (in Rs)	4.96	4.11	13.91
Aggregate of Non-Promoters Shareholding			
- Number of Shares	4,781,445	4,846,445	4,763,945
- Percentage of Shareholding	62.94%	64.37%	63.27%

NOTES :

- 1 The above results have been taken on record by the Board of Directors at its Meeting held on 20th July '2007. The financial statements for the quarter ended 30th June 2007 are un-audited and subject to Limited Review by the Statutory Auditors of the Company.
- 2 Auditors' comments and Management clarifications thereof :
Non-ascertainability of the extent and impact of loss due to diminution in the value of investment and recoverability of loans and advances aggregating to Rs. 426.18 lacs. The same has not been considered as they are strategic long term investment in Subsidiary Company. Further, the Auditors have commented upon the extent and impact of loss arising from possible non-recovery of loans, advances and accrued interest amounting to Rs. 989 lacs. Suitable action has been initiated as per note (3) below.

The Auditors have commented that the exact status of liability for rental demands on the Company amounting to Rs. 216.52 lacs is not ascertainable. The matter is sub judice and not tenable till the matter is disposed off by the Hon'ble Surpeme Court and hence not provided for.
- 3 The Company, subject to the approval of Hon'ble High Courts, has proposed a Scheme of Arrangement for demerger of the Rubber Undertaking from Skylark Rubber Products Limited, a wholly owned subsidiary company with effect from 1st January 2007 and transfer to the Company and for transfer of investments and certain loans and interest thereon to the said subsidiary. Consequential impact, if any, in this respect will be given effect to against reserves of the Company and therefore, is not likely to have any impact on the results of the Company.
- 4 Provisions for tax both , current and deferred, if any will be considered on implementation of the above scheme and publication of audited results.
- 5 The Company had earlier allotted Fully Convertible Equity Warrants (FCEW) following which on 3rd April 2007, the Company converted 67,500 nos of such FCEW into equivalent number of Equity Shares upon exercise of option by the Warrant holders to subscribe for 1 Equity Share of Rs 10/- each for each warrant held at price of Rs 97/- (including Premium of Rs 87/-) per Share.
- 6 There was no pending investor complaint at the beginning of the quarter ended 30th June, 2007. During the quarter the Company received no investor complaint.

For STONE INDIA LIMITED

Place : Kolkata
Dated : July 20, 2007

A. Mondal
Managing Director & CEO