

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

**AUDITED FINANCIAL RESULTS FOR THE
QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2008**

Rs in Lacs

Particulars	Quarter ended		Year to Date		Year ended 31.03.2008 (Audited)
	31.12.2008 (Audited)	31.12.2007 (Unaudited)	31.12.2008 (Audited)	31.12.2007 (Unaudited)	
1. Gross Sales/ Income from Operations	2,056.49	2,099.65	7,019.78	6,727.79	8,984.83
Less : Excise Duty	199.28	239.96	807.58	781.41	1,073.66
Net Sales / Income from Operations	1,857.21	1,859.69	6,212.20	5,946.38	7,911.17
2. Other Income	2.30	0.68	24.67	8.99	1,015.95
3. Total Income	1,859.51	1,860.37	6,236.87	5,955.37	8,927.12
4. Expenditure :					
a) (Increase)/decrease in stock in trade & WIP	(420.99)	(8.16)	(365.88)	(93.92)	226.11
b) Consumption of raw materials	1,678.31	1,065.97	4,908.33	3,504.05	5,200.69
c) Staff cost	258.46	223.09	728.25	640.25	865.14
d) Depreciation	18.98	25.03	78.79	66.75	96.83
e) Other expenditure	326.75	291.83	903.05	769.68	1,223.59
Total	1,861.51	1,597.76	6,252.55	4,886.81	7,612.36
5. Interest	71.54	70.73	192.02	178.24	238.61
6. Exceptional Items: Provision for Doubtful Debts	166.08	-	176.08	-	-
7. Profit/(Loss) from Ordinary Activities before tax	(239.62)	191.88	(383.78)	890.32	1,076.15
8. Tax Expenses - Current year	-	-	-	-	127.00
- Deferred tax	-	-	-	-	40.14
- Fringe Benefit Tax	4.01	2.54	11.76	6.80	13.07
- Income Tax Related to Earlier Year	-	-	-	-	(9.70)
9. Net Profit/(Loss) from Ordinary Activities after tax	(243.63)	189.34	(395.54)	883.52	905.64
10. Extraordinary Items (net of tax expense)	-	-	-	-	-
11. Net Profit/(Loss) for the period	(243.63)	189.34	(395.54)	883.52	905.64
12. Paid-up Equity Share Capital (Face Value Rs. 10/- each)	760.33	760.33	760.33	760.33	760.33
13. Reserves excluding Revaluation Reserve	-	-	-	-	3,184.20
14. a) Basic EPS for the period (in Rs)	(3.21)	2.49	(5.21)	11.63	11.92
b) Diluted EPS for the period (in Rs)	(3.21)	2.49	(5.21)	11.63	11.92
15. Public Shareholding					
- Number of Shares	5146445	4781445	5146445	4781445	4781445
- Percentage of Shareholding	67.75%	62.94%	67.75%	62.94%	62.94%

NOTES:

- The above results have been taken on record by the Board of Directors at its meeting held on 20th January, 2009. The Financial Statements for the period of three months and nine months ended December 08 are audited.
- Auditor's comments and Management clarifications thereof:
 - The Auditors have commented on status of liability for rental to Kolkata Port Trust amounting to Rs 224.97 Lacs. The matter and demand is sub judice at the Hon'ble Supreme Court. However, since August 2005, the Company has been paying rental as per the directive of the Hon'ble Supreme Court.
 - Provision has been made in respect of Employee Benefits (AS-15) on estimated basis. Resultant adjustments, if required, shall be made at the year end.
 - The auditors have commented on reconciliation of certain debit and credit balance adjustments. Steps are being taken to carry out the same by year end and recognize the same.
 - The above results are based on book stock of Inventory as the impact on account of physical verification of inventory as on 31st December 2008 were pending ascertainment/reconciliation.
- Consequent to Indian Railways sudden change in policy with respect to payment of Liquidated Damages, all pending payments on this account have been withheld. The company has represented to Indian Railways, not to make such a policy change with retrospective effect. However as a matter of prudence, provision for the same, as shown under Exceptional item has been made.
- Staff Cost under 4(c) and Other Expenses under 4(e) includes R&D expenditure for new products and business development expenses of Rs. 28 Lakhs and Rs 62 Lakhs respectively.
- Following setting up the project at Nalagarh, commercial operations are yet to be commenced and therefore the above expenses are after allocating the interest and other administrative expenses against the said project.
- There was no pending investor complaint at the beginning of the quarter ended 31st December 2008. During the quarter the Company received no investor complaint.
- The figures of the previous periods have been re-grouped or re-arranged wherever necessary.

For Stone India Limited



A. Mondal

Managing Director & CEO

Place : Kolkata

Date : 20th January ,2009