

J.K. SYNTHETICS LTD.

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

Unaudited Financial Results for the quarter ended 31st December, 2002.

(Rs./Crores)

Sl. No.	Particulars	Quarter Ended		Nine Months ended		Year Ended
		31.12.2002	31.12.2001	31.12.2002	31.12.2001	31.3.2002 (Audited)
1	Net Sales/Income from Operations	155.7	130.8	434.2	363.8	506.2
2	Other Income	2.4	0.2	4.3	1.0	4.1
3	Total Income	158.1	131.0	438.5	364.8	510.3
4	Total Expenditure					
	Decrease/(Increase) in Stock in Trade	0.2	3.00	(6.2)	(5.5)	1.7
	Consumption of Raw Material	15.2	11.9	42.9	33.6	46.2
	Staff Cost	9.3	8.3	26.2	23.9	31.5
	Other Expenditure					
	Power & Fuel	54.8	44.0	163.3	135.4	180.9
	Stores & Spares	17.2	13.1	45.9	36.2	49.9
	Freight & Handling Outward	33.4	27.3	92.5	68.3	96.2
	Other Expenditure	16.9	13.9	47.4	40.8	58.5
5	Profit/(Loss) Before Depreciatin	11.1	9.5	26.5	32.1	45.4
6	Interest(Net)	10.3	10.5	31.3	31.1	40.7
7	Depreciation	10.6	10.2	31.9	30.0	41.8
8	Net Profit/(Loss) before Tax	(9.8)	(11.2)	(36.7)	(29.0)	(37.1)
9	Provision for taxation	0.0	0.0	0.0	0.0	0.0
10	Net (Loss)	(9.8)	(11.2)	(36.7)	(29.0)	(37.1)
11	Paid-up Equity Share Capital (Net of calls in Arrears)	74.3	74.3	74.3	74.3	74.3
12	Reserves (Excluding Revaluation Reserve)					(511.7)
13	Earning per share of Rs. 10 each					
	Basic					Negative
	Diluted					Negative

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 2001-2002 interalia including that (i) the Company is a going concern and (ii) interest on debenture has been considered on payment basis. The unprovided quarterly liability of interest on debentures is estimated at Rs. 6.3 crores. The Management is of the opinion that in view of the relief granted in terms of Hon'ble AAIFR order dated 23.1.2003 (when implemented) the total interest liability provided including in earlier years will be sufficient.
- 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.
- a) Hon'ble AAIFR vide its order dated 23.1.2003 approved a scheme for one time settlement of dues of Secured Creditors and demerger of the Cement undertakings of the Company into separate company i.e. JK Cement Ltd. for the purpose of raising funds against these assets through External Commercial Borrowings. The scheme is to be implemented by 31.3.2003. Hence the effect of this scheme would be considered on implementation.
b) Pursuant to MOU entered with the prospective buyer of Kota Plants, Tripartite Settlements have already been executed between the company, the prospective buyer, worker's unions and Staff Association of Kota, thereby the dues payable to these employees would be assumed by the prospective buyer. These are subject to necessary approvals for which efforts are being made.
- In view of uncertainty about sufficient future taxable income the tax savings in terms of Accounting Standard - 22 issued by the Institute of Chartered Accountants of India has not been considered.
- The above results were taken on record in the meeting of Board of Directors held on 29th January, 2003.

For and on behalf of Board of Directors

Place : Kanpur
Date : 29th January, 2003.**GAUR HARI SINGHANIA**
(Chairman)