



Rama Petrochemicals Limited

CORPORATE OFFICE
51-52, FREE PRESS HOUSE,
215, NARIMAN POINT,
MUMBAI 400 021.

TEL : (91-22) 2283 3355 / 2283 4182
FAX : (91-22) 2204 9946
E-MAIL : rama@ramagroup.co.in

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2008

(Rs. in Lacs)

PARTICULARS	Quarter Ended		Year to Date		Year Ended
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 a) Net Sales / Income from Operations	-	13.87	168.13	20.24	205.89
b) Other Operating Income	0.19	0.35	0.22	0.99	4.22
	0.19	14.22	168.35	21.23	210.11
2 Expenditure					
a) Cost of Construction	-	6.29	69.58	9.18	52.68
b) Employee Cost	22.93	17.75	83.17	43.78	69.67
c) Depreciation	3.02	19.65	9.09	79.82	100.47
d) Repairs and Maintenance on Plant and Machinery	18.60	29.62	47.18	54.28	74.66
e) Power & Fuel	5.82	8.50	19.06	21.86	31.27
f) Consumption of Stores and Spares	4.76	10.97	90.76	24.06	56.06
g) Other Expenditure	15.83	21.18	47.80	43.21	62.44
	70.96	113.96	366.64	276.19	447.25
3 Profit / (Loss) from Operations before Other Income, Financial Charge	(70.77)	(99.74)	(198.29)	(254.96)	(237.14)
Exceptional Items					
4 Financial Charges (Net)	(0.18)	-	2.45	-	(1.34)
5 Profit / (Loss) after Financial Charges but before Exceptional Items	(70.59)	(99.74)	(200.74)	(254.96)	(235.80)
6 Exceptional Items	-	110.00	-	110.00	110.00
7 Profit / (Loss) from Ordinary Activities before tax	(70.59)	10.26	(200.74)	(144.96)	(125.80)
8 Add/(Less) : Prior Period Income /(Expenditure)	-	-	(2.51)	-	-
9 Tax Expenses					
Current	-	-	-	-	-
Deferred	-	-	-	-	(30.96)
Fringe Benefit Tax	0.05	0.15	0.62	0.38	0.88
10 Net Profit / (Loss) from Ordinary Activities after tax	(70.64)	10.11	(203.87)	(145.34)	(95.72)
11 Extra - Ordinary Items	-	-	-	-	-
12 Net Profit / (Loss) for the Period	(70.64)	10.11	(203.87)	(145.34)	(95.72)
13 Paid up Equity Share Capital (Face Value of Rs. 10/- per Share)	1,046.94	1,046.94	1,046.94	1,046.94	1,046.94
14 Reserves excluding Revaluation Reserves as per balance sheet of Previous Year					(3,174.81)
15 Earning Per Share (EPS)					
a) Basic and diluted EPS before Extraordinary items (not annualized)	(0.67)	0.10	(1.95)	(1.39)	(0.91)
b) Basic and diluted EPS after Extraordinary items (not annualized)	(0.67)	0.10	(1.95)	(1.39)	(0.91)
16 Aggregate of Public Shareholding					
- Number of Shares	4966646	4956362	4966646	4956362	4956362
- Percentage of Shareholding	47.34%	47.34%	47.34%	47.34%	47.34%

Information about Primary Business Segment

PARTICULARS	Quarter Ended		Year to Date		Year Ended
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment Revenue					
a) Methanol	-	-	-	-	-
b) Construction	-	13.87	-	20.24	205.89
Total	-	13.87	-	20.24	205.89
Less : Intersegment Revenue	-	-	-	-	-
Net Sales / Income from Operation	-	13.87	-	20.24	205.89
Segment Profit / (Loss) before Tax and Financial Charges					
a) Methanol	(70.77)	2.68	(296.84)	(156.02)	(281.19)
b) Construction	-	7.58	98.55	11.06	154.05
Total	(70.77)	10.26	(198.29)	(144.96)	(127.14)
Less :					
a) Interest	(0.18)	-	2.45	-	(1.34)
b) Other unallocable expenditure net of unallocable income	-	-	-	-	-
Total Profit / (Loss) before Tax	(70.59)	10.26	(200.74)	(144.96)	(125.80)
Capital Employed					
Total Segment Assets					
a) Methanol			928.69	958.94	965.26
b) Construction			105.76	579.21	125.92
Total			1,034.45	1,538.15	1,091.18
Total Segment Liabilities					
a) Methanol			2,774.85	2,714.59	2,546.63
b) Construction			168.91	117.77	129.99
Total			2,943.76	2,832.36	2,676.62
Total Segment Assets Excludes					
Investment			301.15	301.15	301.15
Total Segment Liabilities Excludes					
Secured Loans			674.02	846.02	794.02
Unsecured Loans			-	257.88	-
Deferred Tax Liability			49.56	80.52	49.56
Depreciation			9.09	79.82	100.47

7-

Notes .

- 1) Due to non viability the production / other activities continue to remain suspended.
- 2) Provision / Release of Deferred Tax Assets / Liability would be made at the end of the year
- 3) The provision for Leave encashment and Gratuity has been provided on the basis of the best estimate of the management of the company and actuarial valuation will be done at the end of the year.
- 4) Interest of Rs. 50.25 lacs payable on working capital limits of banks is not provided for the period Apr'08 - Dec'08 as required under Accounting Standard - 5 "Net Profit or Loss for the period, Prior Period items and change in Accounting Policies" as issued by the Institute of Chartered Accountants of India and hence due to this the loss is understated by Rs. 17.75 Lacs for the current quarter. (Rs. 17.12 Lacs for the previous quarter)
- 5) Interest of Rs. 5.19 lacs payable on unpaid custom duty is not provided for the period Apr'08 - Dec'08 and hence due to this the loss is understated by Rs. 1.74 Lacs for the current quarter (Rs 1.73 lacs for the previous quarter)
- 6) In view of valuation report dated May 4, 2005 of registered valuer, the management is of the opinion that there is no impairment loss for its methanol division.
- 7) The Company is having only primary segment which is business segment and it is not having any secondary segment.
- 8) Auditor's Observations in the Audited Accounts :
 - a) Non provision of diminution in the value of investment till March 31, 2008 of Rs. 301.15 Lacs in the equity and preference shares of the subsidiary company.
 - b) Non provision of interest on working capital loan till March 31, 2008 amounting to Rs. 195.47 Lacs
 - c) Non provision of interest on unpaid custom duty till March 31, 2008 aggregating to Rs. 43.52 Lacs.
 - d) The physical condition and the value of closing stock amounting to Rs. 567.65 Lacs lying at factory and custom warehouse have been relied on the written representation provided by the company
 - e) The revenue recognition of construction division are on the basis of written representation by the company due to non availability of architect certificate.
 - f) Non payment of statutory liability on account of sales tax aggregating to Rs. 2004.48 Lacs assigned to the subsidiary company by the company.
 - g) Non disclosure / Non availability of information for Micro, Small & Medium Enterprise, Development Act, 2006.
- 9) Management's Opinion :
 - a) The company is in the process of reviewing the investment in the subsidiary company.
 - b) The company has not provided for interest on working capital loan in view of the difficult financial position and closure of the plant during the entire period under review. However as per the arrangement with banks, the company has paid Rs. 2.51 lacs as interest for the quarter ended March 31, 2008
 - c) The company has not provided for interest on custom duty in view of the difficult financial position and closure of the plant during the entire period under review.
 - d) As regards physical condition and valuation of closing stock lying at factory and customs warehouse, the management states that the same are in good physical condition and the value of the said items is not lower than that stated in the books.
 - e) As per the practice followed by the company, all the transaction of the construction division are recorded on the technical estimates.
 - f) The company has not paid statutory liability on account of sales tax dues due to difficult financial position and closure of the plant during the entire period under review.
 - g) The company is in the process of compiling details of amounts due to Micro, Small & Medium Enterprise.
- 10) The figures in the financial results have been regrouped / rearranged wherever necessary to make them comparable.
- 11) Information on investors complaints for the quarter :

Total number of complaints pending at the beginning of the quarter	00
Total number of complaints received during the quarter	05
Total number of complaints disposed off during the quarter	05
Total number of complaints pending at the end of the quarter	00
- 12) The above financial results have been reviewed by the audit committee and approved by the Board of Directors at their meeting held on 28th January 2009.

For and on behalf of the Board
For RAMA PETROCHEMICALS LTD.



 DIRECTOR

Place Mumbai

Date : 28th January 2009