

RAJAPALAYAM MILLS LTD.,

Regd. Off : Rajapalayam Mills Premises,
P.A.C. Ramasamy Raja Salai,
Post Box No.1, RAJAPALAIYAM - 626 117

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31st DECEMBER,2007

(Rs. in Lakhs)

Sl No	Particulars	3 Months Ended		9 Months Ended		Year Ended
		(UNAUDITED)		(UNAUDITED)		(Audited)
		31-12-07	31-12-06	31-12-07	31-12-06	31-03-2007
1	Net Sales	4,903	4,357	14,866	13,165	18,181
2	Other Income	914	936	2,519	2,121	3,061
3	Total Income (1+2)	5,817	5,293	17,385	15,286	21,242
4	Expenditure					
	a. (Increase)/Decrease in Stock	137	(521)	(109)	(660)	(751)
	b. Raw Material Consumption	2,308	2,227	7,323	6,133	8,418
	c. Trade Purchase	20	-	113	-	64
	d. Employees Cost	455	406	1,368	1,122	1,571
	e. Power & Fuel	929	768	2,608	2,257	3,057
	f. Depreciation	667	659	1,970	1,922	2,324
	g. Other expenditure	774	853	2,406	2,123	3,184
	h. Total Expenditure	5,290	4,392	15,679	12,897	17,867
5	Interest	321	281	899	978	1,085
6	Exceptional Items - Income	-	-	359	-	58
7	Profit from Ordinary Activities before Tax [(3+6) - (4-5)]	206	620	1,166	1,411	2,348
8	Provision for taxation					
	- Current Tax	23	70	132	160	220
	- Deferred Tax	(75)	140	142	320	450
	- Fringe Benefit Tax	3	3	10	8	15
9	Profit from Ordinary Activities after tax (7-8)	255	407	882	923	1,663
10	Extraordinary items (Net of tax expenses)	-	-	-	-	-
11	Net Profit (9-10)	255	407	882	923	1,663
12	Paid-up Equity Share Capital (Face value of shares Rs.10/-)	351	351	351	351	351
13	Reserves excluding Revaluation Reserves					10,381
14	Basic & Diluted earnings per shares (Rs.) -Before & After Extraordinary Items	7	12	25	26	47
15	Aggregate of non-promoter shareholding					
	- Number of shares	17,99,350	16,32,470	17,99,350	16,32,470	16,14,319
	- Percentage of Shareholding	51.23%	46.47%	51.23%	46.47%	45.96%

**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED (UNAUDITED)
FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER, 2007**

(Rs. in Lakhs)

Particulars	3 Months Ended		9 Months Ended		Year Ended
	(UNAUDITED)		(UNAUDITED)		AUDITED
	31-12-07	31-12-06	31-12-07	31-12-06	31-03-2007
1. Segement Revenue (Net Sales / Income)					
Tissue Culture Plants	65	57	240	174	296
Textiles	5,752	5,236	17,145	15,112	20,946
Net Sales / Income from Operation	5,817	5,293	17,385	15,286	21,242
2. Segment Results Profit/(Loss) Before Interest &Tax					
Tissue Culture Plants	-14	-52	-12	-133	-153
Textiles	541	953	2,077	2,522	3,586
	527	901	2,065	2,389	3,433
Less: Interest - Unallocable Expenditure	321	281	899	978	1,085
Total Profit Before Tax	206	620	1,166	1,411	2,348
3. Capital Employed (Segment Assets-Segment Liabilities)					
Tissue Culture Plants	738	901	738	901	739
Textiles	42,595	36,340	42,595	36,340	35,763
Total Capital Employed	43,333	37,241	43,333	37,241	36,502

Notes:-

- 1) The above unaudited results were reviewed at the Audit Committee and were taken on record at the Meeting of the Board of Directors held on 16-01-2008
- 2) The Statutory Auditors have carried out a Limited review of the financial results for the Nine months ended 31st December,2007 as per clause 41 of the Listing Agreement.
- 3) During the quarter, no investor compalint was received. There was no complaint pending both at the beginning and end of the quarter.
- 4) The Board has approved payment of 2nd Interim Dividend of Rs.3/- per share for the year 2007-08. The record date for the payment is 22-01-2008.
- 5) Previous year figures have been regrouped / restated wherever necessary.

RAJAPALAYAM
16-01-2008

FOR RAJAPALAYAM MILLS LTD.,
P.R.RAMASUBRAHMANEYA RAJHA,
CHAIRMAN