

Limited Review Report**The Board of Directors
Electrosteel Castings Limited**

1. We have reviewed the accompanying statement of unaudited Financial Results of Electrosteel Castings Limited (the company) for the quarter ended on 30th September 2013 (the Results) except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's Management and has not been approved by the Board of Directors and the same has been initialed by us for the purpose of identification. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to Note No. 3 of the results regarding non-recognition of losses on forward exchange contracts / other derivative losses at 30.09.2013 amounting to Rs1660.48 lakhs on mark to market basis due to the reasons given in the said note.
4. Based on our review conducted as above, we report that, subject to Para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of the Results prepared in accordance with applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognized accounting practices and policies has not been disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha & Co.
Chartered Accountants
Firm's ICAI Registration No.:301051E



Place : Kolkata
Date :24th October 2013

R.P. Singh
R P Singh
Partner
Membership No.:052438

ELECTROSTEEL CASTINGS LTD.
Regd. Office: Rathod Colony, Rajgangpur, Odisha
Corporate Office: 19, Camac Street, Kolkata - 700 017

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER, 2013

(Rs. in lakhs)

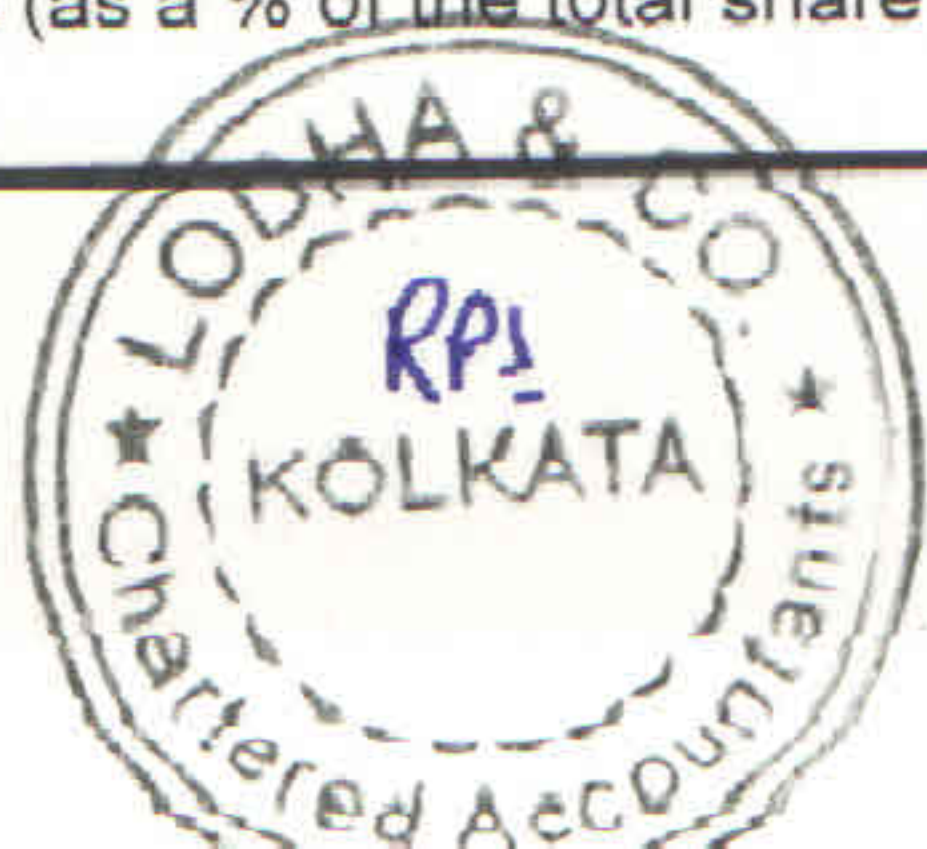
PART I

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Income from operations						
(a) Net sales/income from operations (Net of excise duty)	54452.88	46578.76	47906.08	101031.64	90723.67	187488.18
(b) Other operating income	2243.87	2642.38	1484.11	4886.25	3344.11	5966.56
Total income from operations (net)	56696.75	49221.14	49390.19	105917.89	94067.78	193454.73
2. Expenses						
(a) Cost of materials consumed	22662.16	22583.70	24791.10	45245.86	51319.66	96646.94
(b) Purchases of stock-in-trade	8956.06	4428.23	1512.72	13384.29	2746.41	4841.29
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1169.53)	(2354.12)	(807.11)	(3523.65)	(5329.91)	915.04
(d) Employee benefits expense	3901.01	3408.87	3514.86	7309.88	6570.48	13749.04
(e) Depreciation and amortisation expense	1348.66	1320.26	1350.34	2668.92	2707.77	5308.68
(f) Power and fuel	3858.49	3701.73	3801.75	7560.22	7320.94	14846.03
(g) Stores and spares	3291.74	3065.36	3000.16	6357.10	5952.56	12616.42
(h) Other expenditure	7962.51	10611.86	5431.22	18574.37	16221.56	30814.32
Total expenses	50811.10	46765.89	42595.04	97576.99	87509.47	179737.76
3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	5885.65	2455.25	6795.15	8340.90	6558.31	13716.97
4. Other Income	374.76	539.99	201.67	914.75	1085.15	9505.28
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	6260.41	2995.24	6996.82	9255.65	7643.46	23222.25
6. Finance costs	4109.76	2878.57	2585.44	6988.33	5892.95	11124.18
7. Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	2150.65	116.67	4411.38	2267.32	1750.51	12098.07
8. Tax expense	201.63	61.65	707.78	263.28	(220.00)	2375.36
9. Net Profit / (Loss) from ordinary activities after tax (7 - 8)	1949.02	55.02	3703.60	2004.04	1970.51	9722.71
10. Paid-up equity share capital (Face value - Re. 1/-)	3267.53	3267.53	3267.53	3267.53	3267.53	3267.53
11. Reserves excluding revaluation reserve as per balance sheet of previous accounting year						174846.20
12. Earnings per share (EPS) for the period, before and after extraordinary items and for the previous year (not annualized):						
Basic (Rs.)	0.60	0.02	1.13	0.61	0.60	2.98
Diluted (Rs.)	0.60	0.02	1.13	0.61	0.60	2.98
13. Debt Service Coverage Ratio (DSCR)*				1.06	1.80	1.41
14. Interest Service Coverage Ratio (ISCR)**				1.60	1.80	2.28

*DSCR = PBDIT / (Net Finance charges + Scheduled principal repayments (Excluding prepayments and repayments from sale of current investments and fresh loans) during the period)
**ISCR = PBDIT/Net Finance charges
Net finance Charges: Interest Cost - Interest Income on Fixed Deposit - exchange loss related to interest cost

PART II

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	164965950	164965950	165319284	164965950	165319284	165026450
- Percentage of shareholding	50.48%	50.48%	50.59%	50.48%	50.59%	50.50%
2. Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
-Number of shares	-	-	-	-	-	-
-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b) Non - encumbered						
Number of shares	159016755	159016755	158663421	159016755	158663421	158956255
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of shares (as a % of the total share capital of the company)	48.67%	48.67%	48.56%	48.67%	48.56%	48.65%



66

Particulars		3 months ended 30 / 09 / 2013
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter		Nil
Received during the quarter		4
Disposed of during the quarter		4
Remaining unresolved at the end of the quarter		Nil

Standalone Statement of Assets and Liabilities

(Rs. In lakhs)

Particulars		30.09.2013 (Unaudited)	31.03.2013 (Audited)
A EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3267.53	3267.53	
(b) Reserves and surplus	233887.86	232176.94	
Sub-total - Shareholders' funds	237155.39	235444.47	
2 Non-current liabilities			
(a) Long-term borrowings	154645.20	120622.22	
(b) Deferred tax liabilities (net)	3300.03	3397.92	
(c) Other long-term liabilities	764.68	1025.49	
(d) Long-term provisions	1056.33	1056.33	
Sub-total - Non-current liabilities	159766.24	126101.96	
3 Current liabilities			
(a) Short-term borrowings	72155.00	85667.93	
(b) Trade payables	29234.81	14442.59	
(c) Other current liabilities	38047.90	30203.50	
(d) Short-term provisions	3938.68	6735.39	
Sub-total - Current liabilities	143376.39	137049.41	
TOTAL - EQUITY AND LIABILITIES	540298.02	498595.84	
B ASSETS			
1 Non-current assets			
(a) Fixed assets	231053.63	208059.71	
(b) Non-current investments	103212.62	102840.52	
(c) Long-term loans and advances	8395.42	8354.49	
(d) Other non-current assets	1359.68	1396.36	
Sub-total - Non-current assets	344021.35	320651.08	
2 Current assets			
(a) Current investments	11264.73	11419.12	
(b) Inventories	44034.71	45173.59	
(c) Trade receivables	64065.65	65661.32	
(d) Cash and cash equivalents	24781.23	32043.54	
(e) Short-term loans and advances	42865.79	14530.82	
(f) Other current assets	9264.56	9116.37	
Sub-total - Current assets	196276.67	177944.76	
TOTAL - ASSETS	540298.02	498595.84	

Notes:

- The above financial results, as reviewed by audit committee, were approved and taken on record by the Board of Directors in their meeting held on October 24, 2013. The above results have been subjected to Limited Review by the Statutory Auditors.
- The Company operates mainly in one business segment viz. Pipes and all other activities revolve around the main business.
- Results for the quarter ended September 30, 2013, includes foreign exchange loss of Rs. 2276.92 lakhs (quarter ended June 30, 2013 Rs. 4091.82 lakhs and includes foreign exchange profit for quarter ended September 30, 2012 Rs. 2177.96 lakhs). As on September 30, 2013, the Company had inter-alia outstanding forward exchange contracts for hedging future receivables against the associated currency rate risks. The Mark - to -Market (MTM) losses on such forward contract as on September 30, 2013 stood at Rs. 1660.48 lakhs, however, Rs. 96.28 lakhs has already been provided for in earlier year, and continued to be kept in these accounts. Such losses being notional, the actual gain or loss in this respect being finally ascertainable only on culmination of respective contracts and will be given effect to at the end of the year.
- Previous period's figures have been regrouped/rearranged wherever necessary.

For ELECTROSTEEL CASTINGS LTD.

Umang Kejriwal

Managing Director



Kolkata
October 24, 2013