ELECTROSTEEL STEELS LIMITED

Head Office:
G K Tower, 2nd & 3rd floor,
19, Camac Street, Kolkata - 700017
West Bengal, India
Board Number: +91-33-4009 0600,
Fax No: +91-33-2290 2882

Date: May 6, 2013

K.A: Mr Pavan Naik / Mr Siddharth Rauth

1) To,
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

K.A: Ms Shital Loones / Ms Radhika Marathe

2) To,
The National Stock Exchange of India Limited
Exchange Plaza, Plot C22, Block G,
Bandra Kurla Complex,
Bandra (E),
Mumbai – 400 051

Sub: Outcome of the Meeting of the Board of Directors of Electrosteel Steels Limited held on May 6, 2013.

Dear Sir/ Madam,

Enclosed, please find herewith the audited financial results of the Company for the quarter and year ended 31.03.2013 duly reviewed and approved by the Board of Directors in its meeting held on May 6, 2013.

This is to further inform you that the Board Meeting of the Company held on May 6, 2013 also concluded with the following material outcome;

1) Mr Jinendra Kumar Jain has been appointed as the 'Additional Non Executive Independent Director' of the Company.

2) Mr Amrendra Prasad Verma has been appointed as the 'Nominee Director' of the Company on behalf of the lenders.

3) Mr Binod Khaitan, Non Executive Independent Chairman of the Company has resigned from the Board of the Company.

Thanking You,

For Electrosteel Steels Limited

Vikram Saraogi
Company Secretary

Enclsd : As above

ELECTROSTEEL STEELS LIMITED

Registered Office : 801 Uma Shanti Apartments, Kanke Road, Ranchi - 834008, Jharkhand
Head Office : G.K.Tower, 2nd & 3rd Floor, 19 Camac Street, Kolkata - 700 017, West Bengal

Audited Financial Results for the Quarter and Year ended March 31, 2013

PART I

(Rs in lacs)

	Particulars	Three months ended			Year ended	
		31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.03.2012
		Audited	Unaudited	Audited	Audited	Audited
1	**Income from Operations**					
	(a) Net sales/income from operations (Net of excise duty)	7,276.04	5,505.93	5,531.39	14,008.81	5,807.20
	(b) Other Operating Income	1,452.72	753.43	228.30	2,302.20	261.55
	Total income from operations (net)	8,728.76	6,259.36	5,759.69	16,311.01	6,068.75
2	**Expenses**					
	(a) Cost of materials consumed	8,694.39	9,525.74	8,302.68	18,886.50	8,804.68
	(b) Purchases of stock-in trade	-	-	-		
	(c) Changes in inventories of finished goods,work-in-progress and stock in trade	703.37	(2,440.05)	(1,174.65)	(799.32)	(1,288.03)
	(d) Employee benefits expense	505.22	162.23	434.63	1,004.72	709.62
	(e) Depreciation and Ammortisation Expenses	1,818.93	1,367.62	871.26	5,906.87	2,394.55
	(f) Other Expenses (Any item exceeding 10% of total expenses relating to continuing operations to be shown separately)	3,364.53	634.01	1,588.05	5,734.83	2,445.13
	Total expenses	15,086.44	9,249.55	10,021.97	30,733.60	13,065.95
3	**Profit/ (Loss) from operations before other income, finance costs,and exceptional items (1-2)**	**(6,357.68)**	**(2,990.19)**	**(4,262.28)**	**(14,422.59)**	**(6,997.20)**
4	Other Income	79.85	1.97	41.81	93.39	41.81
5	**Profit/ (Loss) from operations before other income, finance costs,and exceptional items (3+4)**	**(6,277.83)**	**(2,988.22)**	**(4,220.47)**	**(14,329.20)**	**(6,955.39)**
6	Finance Costs	5,679.61	3,410.42	3,452.29	13,441.11	8,022.83
7	**Profit/ (Loss) from ordinary activities after finance cost but before exceptional items (5-6)**	**(11,957.44)**	**(6,398.64)**	**(7,672.76)**	**(27,770.31)**	**(14,978.22)**
8	Exceptional items	229.52	-	-	229.52	-
9	**Profit/ (Loss) from ordinary activities before tax (7+8)**	**(12,186.96)**	**(6,398.64)**	**(7,672.76)**	**(27,999.83)**	**(14,978.22)**
10	Tax expenses	(0.29)	-	1.71	1.42	3.48
11	**Net Profit / (Loss) from ordinary activities after tax (9-10)**	**(12,186.67)**	**(6,398.64)**	**(7,674.47)**	**(28,001.25)**	**(14,981.70)**
12	Extraordinary item (net of tax expense)	-	-	-	-	-
13	**Net Profit / (Loss) for the period (11-12)**	**(12,186.67)**	**(6,398.64)**	**(7,674.47)**	**(28,001.25)**	**(14,981.70)**
14	Share of profit/ (loss) of associates	NA	N.A	N.A	N.A	NA
15	Minority Interest	NA	N.A	N.A	N.A	NA
16	**Net Profit/ (Loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)**	**(12,186.67)**	**(6,398.64)**	**(7,674.47)**	**(28,001.25)**	**(14,981.70)**
17	Paid up equity share capital (Face Value of Rs10/- each)	218,673.50	218,673.50	203,473.50	218,673.50	203,473.50
18	Reserve excluding Revaluation Reserve as per Balance Sheet of previous accounting year	-	-	-	(11,601.88)	3,379.82
19.i	Earnings per share (before extraordinary items) of Rs.10/- each (not annualised):					
	(a) Basic	(0.56)	(0.29)	(0.38)	(1.32)	(0.74)
	(b) Diluted	(0.56)	(0.29)	(0.38)	(1.32)	(0.74)
19ii	Earnings per share (after extraordinary items) of Rs 10/- each (not annualised)					
	(a) Basic	(0.56)	(0.29)	(0.38)	(1.32)	(0.74)
	(b) Diluted	(0.56)	(0.29)	(0.38)	(1.32)	(0.74)

PART II

A	PARTICULARS OF SHAREHOLDING					
1	Public Shareholding					
	- Number of shares	1,319,985,023	1,319,985,023	1,326,735,023	1,319,985,023	1,326,735,023
	- Percentage of shareholding	60.36%	60.36%	65.20%	60.36%	65.20%
2	Promoters and Promoter group shareholding					
	a) Pledged / Encumbered					
	- Number of shares	500,000,000	500,000,000	500,000,000	500,000,000	500,000,000
	- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	57.69%	57.69%	70.62%	57.69%	70.62%
	- Percentage of shares (as a % of the total Share Capital of the Company)	22.87%	22.87%	24.57%	22.87%	24.57%
	b) Non Encumbered					
	- Number of shares	366,750,000	366,750,000	208,000,000	366,750,000	208,000,000
	- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	42.31%	42.31%	29.38%	42.31%	29.38%
	- Percentage of shares (as a % of the total Share Capital of the Company)	16.77%	16.77%	10.22%	16.77%	10.22%

B	INVESTOR COMPLAINTS	Three months ended 31.03.2013
	Pending at the beginning of the quarter	0
	Received during the quarter	3
	Disposed off during the quarter	3
	Remaining unresolved at the end of the quarter	0

Standalone / Consolidated Statement of Assets and Liabilities

	Particulars	As at 31.03.2013 (Audited)	As at 31.03.2012 (Audited)
	Particulars		
A	**EQUITY AND LIABILITIES**		
1	**Shareholders Funds**		
	a) Share Capital	218,673.50	203,473.50
	b) Reserves & Surplus	(39,603.13)	(11,601.88)
	c) Money received against share warrants	-	-
	Sub Total- Shareholders funds	**179,070.37**	**191,871.62**
2	**Share application money pending allotment**		-
3	**Minority Interest**	NA	N.A
4	**Non-current liabilities**		
	(a) Long term borrowings	564,914.76	520,075.91
	(b) Other long term liabilities	46,486.77	39,901.95
	(c) Long term provisions	215.39	329.42
	Sub Total- Non Current Liabilities	**611,616.92**	**560,307.28**
5	**Current liabilities**		
	(a) Short term borrowings	23,312.92	10,311.47
	(b) Trade Payables	20,682.72	12,077.27
	(c) Other current liabilities	191,352.31	129,046.83
	(d) Short term provisions	78.54	51.42
	Sub Total- Current Liabilities	**235,426.49**	**151,486.99**
	TOTAL- EQUITY AND LIABILITIES	**1,026,113.78**	**903,665.89**
B	**ASSETS**		
1	**Non current assets**		
	(a) Fixed assets	961,838.26	823,453.00
	(b) Long term loans and advances	15,797.06	33,793.10
	Sub-Total- Non current assets	**977,635.32**	**857,246.10**
2	**Current assets**		
	a) Current Investments	-	2,253.16
	b) Inventories	22,593.36	19,485.89
	c) Trade Receivables	585.77	93.37
	d) Cash and cash equivalents	9,251.10	7,908.34
	(e) Short term loans and advances	15,112.29	16,133.74
	(f) Other current assets	935.94	545.29
	Sub-Total- current assets	**48,478.46**	**46,419.79**
	TOTAL ASSETS	**1,026,113.78**	**903,665.89**

NOTES

1 Corresponding previous year figures have been reclassified as per revised schedule VI wherever appropriate, to confirm the current year's presentation.

2 The Company's Integrated Steel & DI Pipe Plant in the State of Jharkhand, India, is under construction & erection. A part of plant facility has commenced production and accordingly the proportionate expenditure related to the project has been accounted as 'Project Development Expenditure' pending capitalization under 'Capital work-in-Progress'

3 The recalculation of provision of depreciation since inception has resulted in deficiency of Rs 229.52 lakhs ascertained upto 31.03.2012 under the head 'Plant & Machinery' which has been disclosed as 'Exceptional Items'.

4 There is no reportable segment in accordance with AS-17 since the part of the Company's project is under construction stage.

5 The above audited results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on May 6, 2013.

By order of the Board

N C Bahl
(Wholetime Director)

Place : Kolkata
Date : May 6, 2013