



vedanta



HINDUSTAN ZINC LIMITED

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No.20A (2)/2011-Secy./

July 19, 2013

Ms. Smita Dave, Dy. Manager
Dept. of Corporate Services.
Bombay Stock Exchange Ltd.
Dalal Street, Fort MUMBAI-400 001

Mr. Hari K.
Head – Listing & Corporate Communications
National Stock Exchange (India) Ltd.
“Exchange Plaza” Bandra-Kurla Complex,
Bandra (East), Mumbai – 400 051

Fax Nos.:022-22723121 / 22721919

Fax Nos.: 022-26598120/ 26598237/

Scrip Code: 500188

Scrip Code: HINDZINC-EQ

Sub: - Un-audited financial results with limited review for the 1st quarter ended 30th June, 2013.

Dear All,

As per the requirement of Clause 41 of the Listing Agreement, we forward herewith a copy of un-audited financial results with limited review for the 1st quarter ended 30th June, 2013 duly adopted in the meeting of the Board of Directors held on **19th July, 2013.**

We are also forwarding herewith a copy of Limited Review report issued by the Statutory Auditors on the unaudited financial result for the 1st quarter ended 30th June, 2013.

Copy of press release issued is attached for information.

Thanking You

Yours faithfully,
For Hindustan Zinc Ltd

(R. Pandwal)
Company Secretary

Encl:-As above.

**HINDUSTAN ZINC LIMITED**

Regd Office: Yashad Bhawan, Udaipur - 313004

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2013****PART I***(Rs. in crore, except as stated)*

PART I PARTICULARS		Quarter ended			Year ended
		30.06.2013	31.03.2013	30.06.2012	31.03.2013
		Unaudited	Audited(refer note 3)	Unaudited	Audited
1	Income from operations				
	a) Net sales/Income from operations (Net of excise duty)	2,939.41	3,850.29	2,712.67	12,525.69
	b) Other Operating Income	44.75	58.36	35.04	174.15
	Total income from operations (net)	2,984.16	3,908.65	2,747.71	12,699.84
2	Expenses				
	a) Cost of materials consumed	137.60	118.21	53.73	793.06
	b) Changes in inventories of finished goods and work in progress	(208.49)	122.04	8.08	(112.54)
	c) Employees benefits expense	178.05	176.83	149.18	649.91
	d) Depreciation and amortisation expense	184.33	121.88	173.38	647.04
	e) Consumption of Stores and spares	326.48	315.99	271.43	1,175.07
	f) Power and Fuel	264.85	276.33	271.48	1,070.46
	g) Mining Royalty	252.97	243.95	204.38	919.94
	h) Other Mining and Manufacturing Expenses	377.90	335.14	257.99	1,204.21
	i) Other expenses	151.75	204.19	112.38	518.09
	Total Expenses	1,665.44	1,914.56	1,502.03	6,865.24
3	Profit from operations before other income, finance costs and exceptional items	1,318.72	1,994.09	1,245.68	5,834.60
4	Other Income	620.28	411.82	583.80	2,032.15
5	Profit from ordinary activities before finance costs and exceptional Items	1,939.00	2,405.91	1,829.48	7,866.75
6	Finance Costs	10.94	10.83	12.88	29.10
7	Profit from ordinary activities after finance costs but before exceptional Items	1,928.06	2,395.08	1,816.60	7,837.65
8	Exceptional items (VRS expenses)	0.52	17.53	-	17.53
9	Profit from ordinary activities before tax	1,927.54	2,377.55	1,816.60	7,820.12
10	Tax Expense (Including deferred tax and net of MAT credit entitlement)	267.09	211.74	235.26	920.64
11	Net Profit from ordinary activities after tax	1,660.45	2,165.81	1,581.34	6,899.48
12	Extraordinary items (Net of tax expenses)	-	-	-	-
13	Net Profit for the period	1,660.45	2,165.81	1,581.34	6,899.48
14	Paid up Equity Share Capital - (Face value Rs. 2/- each)	845.06	845.06	845.06	845.06
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				31,419.09
16.i	Earnings per share (before extraordinary items) (of Rs 2/- each)(not annualised except for year ended March):				
	a) Basic	3.93	5.13	3.74	16.33
	b) Diluted	3.93	5.13	3.74	16.33
16.ii	Earnings per share (after extraordinary items) (of Rs 2/- each)(not annualised except for year ended March):				
	a) Basic	3.93	5.13	3.74	16.33
	b) Diluted	3.93	5.13	3.74	16.33
	See accompanying notes to the financial results				
PART II					
A PARTICULARS OF SHAREHOLDING					
1	Public shareholding				
	- Number of shares	1,482,164,690	1,482,164,690	1,482,164,690	1,482,164,690
	- Percentage of shareholding	35.08	35.08	35.08	35.08
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 share (as a % of the total share capital of the company)	-	-	-	-
(b)	Non-encumbered				
	- Number of shares	2,743,154,310	2,743,154,310	2,743,154,310	2,743,154,310
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	64.92	64.92	64.92	64.92
Particulars		3 months ended (30.06.2013)			
B	INVESTOR COMPLAINTS				
	Pending at the beginning of the quarter	Nil			
	Received during the quarter	3			
	Disposed of during the quarter	3			
	Remaining unresolved at the end of the quarter	Nil			

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REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED				
(Rs. in crore)				
PARTICULARS	Quarter ended			Year ended
	30.06.2013	31.03.2013	30.06.2012	31.03.2013
1 Segment Revenue (Net sales/Income from operations)				
a) Zinc, Lead and Silver				
(i) Zinc and Lead	2,466.04	3,208.80	2,253.23	10,231.46
(ii) Silver Metal	408.01	611.04	388.20	2,092.66
Total	2,874.05	3,819.84	2,641.43	12,324.12
b) Wind Energy	65.36	30.45	71.24	201.57
Net sales/Income from operations	2,939.41	3,850.29	2,712.67	12,525.69
2 Segment Result (Profit before interest and tax)				
a) (i) Zinc and Lead	1,021.29	1,559.16	865.48	4,370.01
(ii) Silver Metal	271.83	454.90	348.23	1,472.58
Total	1,293.12	2,014.06	1,213.71	5,842.59
b) Wind Energy	28.53	(8.39)	38.96	57.31
Total	1,321.65	2,005.67	1,252.67	5,899.90
Less: Interest	10.94	10.83	12.88	29.10
Less: Exceptional Items (VRS in respect of zinc, lead and silver)	0.52	17.53	-	17.53
Add: Other unallocable income net of unallocable expenditure	617.35	400.24	576.81	1,966.85
Total Profit before Tax	1,927.54	2,377.55	1,816.60	7,820.12
3 Capital Employed (Segment Assets - Segment Liabilities)				
a) Zinc, Lead and Silver	9,841.27	9,817.23	8,722.63	9,817.23
b) Wind Energy	998.50	998.04	1,126.03	998.04
c) Unallocated	23,078.25	21,460.47	18,613.69	21,460.47
Total	33,918.02	32,275.74	28,462.35	32,275.74
NOTES: 1) The above results for the quarter ended 30th June 2013 have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 19th July 2013. The auditors have carried out "Limited Review" of the above results. 2) The Company has chosen to early adopt Accounting Standard (AS) 30 - Financial Instruments: Recognition and Measurement effective 1st April 2007 alongwith consequential revisions to other Accounting Standards as have been announced by the Institute of Chartered Accountants of India. 3) The unaudited figures in respect of the results for preceding quarter ended 31st March 2013 are the balancing figures between the audited financial results in respect of the full financial year ended 31st March 2013 and the published year to date figures upto the third quarter ended 31st December 2012, in the financial year ended 31st March 2013. Previous Period/Year figures have been re-grouped/re-arranged wherever necessary.				
By Order of the Board  Akhilesh Joshi CEO & Whole-time Director Date: 19th July 2013 Place: Mumbai				

Deloitte Haskins & Sells

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INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF HINDUSTAN ZINC LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited financial results of **Hindustan Zinc Limited** ("the Company") for the Quarter ended 30 June, 2013 ("the statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II – Select Information referred to in paragraph 4 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. 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. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956, (together with the early adoption of Accounting Standard 30, Financial Instruments: Recognition and Measurement effective April 1, 2007, and the consequential limited revisions as has been announced by the Institute of Chartered Accountants of India to certain Accounting Standards, as stated in note 2 of the Statement) and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter ended 30 June, 2013 of the Statement, from the details furnished by the Management.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm Registration No. 117366W)



K. A. Katki
Partner
Membership Number 038568
Mumbai, July 19, 2013



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19 July 2013

Hindustan Zinc Limited Results for the First Quarter Ended 30 June 2013

"Continued profit growth on higher metal production; Mined metal production up 27%"

Highlights for the quarter

- Mined metal production up 27%
- Integrated zinc metal production up 10%
- EBITDA up 6% to Rs 1,506 Crore

Mumbai: Hindustan Zinc Limited ("HZL" or the "Company") today announced its results for the first quarter ended 30 June 2013.

Mr. Agnivesh Agarwal (Chairman, Hindustan Zinc) - "We delivered growth on all fronts in the quarter and are committed to consistently deliver superior performance and maintain our leadership position."

Financial Summary

(In Rs Crore, except as stated)

*financial and production numbers are rounded-off;

Particulars	Q1			Q4
	2014	2013	Change	2013
Net Sales/Income from Operations				
Zinc¹	1,986	1,816	9%	2,655
Lead	402	342	18%	443
Silver	408	388	5%	611
Others	143	167	-14%	141
Total	2,939	2,713	8%	3,850
EBITDA	1,506	1,426	6%	2,127
Profit After Taxes	1,660	1,581	5%	2,166
Earnings per Share (Rs)	3.93	3.74	5%	5.13
Mined Metal Production ('000 MT)	238	187	27%	260
Refined Metal Production ('000 MT)				
Total Refined Zinc	174	161	8%	182
- Refined Zinc - Integrated	173	157	10%	181
Total Refined Lead ²	33	31	5%	35
- Refined Lead - Integrated	29	29	1%	32
Total Refined Saleable Silver ³ (in MT)	96	73	31%	108
- Refined Saleable Silver - Integrated	77	71	9%	91
Wind Power (in million units)	162	182	-11%	79
Zinc CoP without Royalty (Rs / MT)	46,765	45,759	2%	44,901
Zinc CoP without Royalty (\$ / MT)	836	844	-1%	829
Zinc LME (\$ / MT)	1,840	1,928	-5%	2,033
Lead LME (\$ / MT)	2,049	1,974	4%	2,301
Silver LBMA (\$ / oz.)	23.1	28.3	-18%	30.1
USD-INR	55.9	54.2	3%	54.2

- (1) Including Zinc concentrate sale of nil in Q1 FY 2014 as compared to nil in corresponding prior quarter and 61,097 MT MIC in Q4 FY 2013
- (2) Including captive consumption of 1,644 MT in Q1, as compared with 1,641 MT in corresponding prior quarter and 1,777 MT in Q4 FY 2013
- (3) Excluding captive consumption of 8.8 MT in Q1, as compared with 8.6 MT in corresponding prior quarter and 9.2 MT in Q4 FY 2013

Operational Performance

Mined metal production was 237,825 MT in Q1, as compared with 186,642 MT in the corresponding prior period. The increase was in line with our plan to deliver 1.0 million MT mined metal production for the year.

Integrated production of refined zinc was up 10% y-o-y to 173,000 MT in Q1 on higher smelter utilization rate. Integrated production of refined lead was flat at 29,110 MT. Integrated saleable silver production was up 9% to 77 MT in Q1 on higher contribution from Sindesar Khurd and Zawar mines.

Financial Performance

Revenues were up 8% to Rs. 2,939 Crore, compared with the corresponding prior quarter. The increase was driven by higher sales volume and rupee depreciation, partially offset by lower metal prices. EBITDA for the quarter was Rs 1,506 Crore, up 6% on higher sales, partially offset by higher operating costs. Net profit for the quarter was up by 5% to Rs. 1,660 Crore.

The zinc metal cost of production before royalty during the quarter was Rs. 46,800 per MT (\$836), 2% higher in Rupee and 1% lower in USD terms from a year ago. The increase was primarily due to lower sulphuric acid credits and higher excavation costs, partially offset by lower coal price, lower specific coal consumption and benefits of higher volume.

Liquidity and investment

The Company follows a conservative Investment Policy and invests in high quality debt instruments & debt mutual funds and fixed deposit with banks. As on 30 June 2013, the Company had cash and cash equivalents of Rs. 22,365 Crore, out of which Rs. 14,743 Crore was invested in debt mutual funds, Rs. 2,217 Crore in bonds and Rs 5,398 Crore were in fixed deposits with banks.

For further information, please contact:

HZL Investor Relation

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About Hindustan Zinc

HZL is the world's largest integrated producer of Zinc-Lead. It has a metal production capacity of over 1.0 million MT per annum with its primary smelter operations situated in Chanderiya, Debari and Dariba. HZL has Lead-Zinc mines in Rampura Agucha, Sindesar Khurd, Rajpura Dariba and Zawar, all in Rajasthan. The Company is a subsidiary of the NYSE listed, Sterlite Industries (India) Limited (NYSE: SLT) and London listed FTSE 100 diversified metals and mining major, Vedanta Resources plc.

Disclaimer

This press release contains "forward-looking statements" – that is, statements related to future, not past, events. In this context, forward-looking statements often address our expected future business and financial performance, and often contain words such as "expects," "anticipates," "intends," "plans," "believes," "seeks," "should" or "will." Forward-looking statements by their nature address matters that are, to different degrees, uncertain. For us, uncertainties arise from the behavior of financial and metals markets including the London Metal Exchange, fluctuations in interest and or exchange rates and metal prices; from future integration of acquired businesses; and from numerous other matters of national, regional and global scale, including those of a political, economic, business, competitive or regulatory nature. These uncertainties may cause our actual future results to be materially different than those expressed in our forward-looking statements. We do not undertake to update our forward-looking statements.