

**HINDUSTAN ZINC LIMITED**

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

July 20, 2012

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, 2012.

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, 2012 duly adopted in the meeting of the Board of Directors held on **20th July, 2012.**

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, 2012.

Thanking You

Yours faithfully,
For Hindustan Zinc Ltd

(R. Pandwal)
Company Secretary

Encl:-As above.

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2012
PART I
(Rs. in crore, except as stated)

PART I		Quarter ended			Year ended
		30.06.2012	31.03.2012	30.06.2011	31.03.2012
		Unaudited	Unaudited	Unaudited	Audited
	PARTICULARS				
1	Income from operations				
	a) Net sales/Income from operations (Net of excise duty)	2,712.67	3,093.53	2,821.35	11,255.14
	b) Other Operating Income	35.04	41.47	25.70	150.17
	Total income from operations (net)	2,747.71	3,135.00	2,847.05	11,405.31
2	Expenses				
	a) Cost of materials consumed	53.73	83.21	22.03	217.69
	b) Changes in inventories of finished goods, work in progress and stock in trade	8.08	16.07	110.47	94.44
	c) Employees benefits expense	149.18	144.48	127.41	534.64
	d) Depreciation and amortisation expense	173.38	167.06	134.53	610.67
	e) Consumption of Stores and spares	271.43	278.83	236.47	1,046.66
	f) Power and Fuel	271.48	322.45	295.30	1,227.84
	g) Mining Royalty	204.38	229.14	193.57	837.88
	h) Other Mining and Manufacturing Expenses	257.99	272.81	190.02	956.14
	i) Other expenses	102.88	128.98	83.63	420.56
	Total Expenses	1,492.53	1,643.03	1,393.43	5,946.52
3	Profit from operations before Other Income, finance costs and Exceptional Items	1,255.18	1,491.97	1,453.62	5,458.79
4	Other Income	574.30	381.06	359.66	1,542.83
5	Profit from ordinary activities before finance costs and exceptional Items	1,829.48	1,873.03	1,813.28	7,001.62
6	Finance Costs	12.88	2.40	6.64	13.95
7	Profit from ordinary activities after finance costs but before exceptional Items	1,816.60	1,870.63	1,806.64	6,987.67
8	Exceptional items (VRS expenses)	-	8.42	4.42	43.13
9	Profit from ordinary activities before tax	1,816.60	1,862.21	1,802.22	6,944.54
10	Tax Expense (Net of MAT credit entitlement)	235.26	449.37	307.31	1,418.50
11	Net Profit from ordinary activities after tax	1,581.34	1,412.84	1,494.91	5,526.04
12	Extraordinary items (Net of tax expenses)	-	-	-	-
13	Net Profit for the period	1,581.34	1,412.84	1,494.91	5,526.04
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	-	-	-	26,036.20
16.i	Earnings per share (before extraordinary items) (of Rs 2/- each) (not annualised):				
	a) Basic	3.74	3.34	3.54	13.08
	b) Diluted	3.74	3.34	3.54	13.08
16.ii	Earnings per share (after extraordinary items) (of Rs 2/- each) (not annualised):				
	a) Basic	3.74	3.34	3.54	13.08
	b) Diluted	3.74	3.34	3.54	13.08
PART II					
A	PARTICULARS OF SHAREHOLDING				
1	Public shareholding				
	- Number of shares	1,48,21,64,690	1,48,21,64,690	1,48,21,64,690	1,48,21,64,690
	- 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	2,74,31,54,310	2,74,31,54,310	2,74,31,54,310	2,74,31,54,310
	- 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 (30.06.2012)			
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			




SEGMENT WISE REPORTING REVENUE, RESULTS AND CAPITAL EMPLOYED.

PARTICULARS		Quarter ended			Year ended
		30.06.2012	31.03.2012	30.06.2011	31.03.2012
1 Segment Revenue	(Net sales/Income from operations)				
a) Zinc, Lead and Silver					
(i) Zinc and Lead		2,253.23	2,652.37	2,556.00	9,999.89
(ii) Silver Metal		388.20	409.24	228.10	1,131.99
Total		2,641.43	3,061.61	2,784.10	11,131.88
b) Wind Energy		71.24	31.92	37.25	123.26
Total		2,712.67	3,093.53	2,821.35	11,255.14
2 Segment Result					
a) (i) Zinc and Lead		862.71	1,122.10	1,251.32	4,470.60
(ii) Silver Metal		351.00	367.95	193.01	1,014.47
Total		1,213.71	1,490.05	1,444.33	5,485.07
b) Wind Energy		38.96	(5.62)	15.53	20.23
Total		1,252.67	1,484.43	1,459.86	5,505.30
Less: Interest expenditure		12.88	2.40	6.64	13.95
Less: Exceptional Items (VRS in respect of zinc, lead and silver)		-	8.42	4.42	43.13
Add: Other unallocable income net of unallocable expenditure		576.81	388.60	353.42	1,496.32
Profit before Tax		1,816.60	1,862.21	1,802.22	6,944.54
3 Capital Employed	(Segment Assets – Segment Liabilities)				
a) Zinc, Lead and Silver		8,722.63	8,544.62	7,885.98	8,544.62
b) Wind Energy		1,126.03	1,087.63	833.36	1,087.63
c) Unallocated		18,613.69	17,249.01	15,308.87	17,249.01
Total		28,462.35	26,881.26	24,028.21	26,881.26

NOTES:

- The above results for the quarter ended 30th June 2012 have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 20th July 2012. The auditors have carried out "Limited Review" of the above results.
- The Company has adopted Accounting Standard 30 - Financial Instruments: Recognition and Measurement effective 1st April, 2007 alongwith consequential revisions to other Accounting Standards.
- Intangible assets represents Rs 98.41 crore (2012 : Rs 98.41 crore) being long term investment in equity shares of Andhra Pradesh Gas Power Corporation Limited, Hyderabad, which entitles the company to draw power in Andhra Pradesh for its Vishakapatnam unit. This has been amortised and resulted in an additional amortisation charge of Rs. 1.17 crore for the quarter ended 30th June 2012 (corresponding previous quarter Rs. 1.17 crore) and the net profit after tax for the quarter ended 30th June 2012 being lower by Rs. 0.79 crore (corresponding previous quarter Rs. 0.79 crore). This treatment, being in preference to the requirements of Accounting Standards, has been reported by the auditors.
- The unaudited figures in respect of the results for preceding quarter ended 31st March 2012 are the balancing figures between the audited financial results in respect of the full financial year ended 31st March 2012 and the published year to date figures upto the third quarter ended 31st December 2011, in the financial year ended 31st March 2012.
- Previous Period/Year figures have been regrouped/re-arranged wherever necessary.

Date: 20th July, 2012
Place: Mumbai

By Order of the Board


Akhilesh Joshi
CEO & Whole-time Director



AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF HINDUSTAN ZINC LIMITED

1. We have reviewed the accompanying 'Statement of Unaudited financial results for the quarter ended June 30, 2012' (the Statement) of Hindustan Zinc Limited (the Company) except for the disclosures regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' and 'number of investor complaints' 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 been approved by the Board of Directors. Our responsibility is to issue a report on these financial results 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 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. We draw attention to note 3 of the Statement relating to long-term investment in equity shares of a power company being classified as an intangible asset and amortised. This treatment is in preference to requirements of Accounting Standard 30 'Financial Instruments: Recognition and Measurement', Accounting Standard 26 'Intangible Assets', and Schedule XIV of the Companies Act, 1956. This has resulted in an additional amortisation charge of Rs. 1.17 crores for the quarter ended June 30, 2012 (corresponding previous quarter: Rs. 1.17 crores) the net profit for the quarter being lower by Rs. 0.79 crores (corresponding previous quarter Rs. 0.79 crores).
4. Based on our review conducted as above, except for the matter as reported in paragraph 3 above, nothing has come to our attention that causes us to believe that the Statement prepared in accordance with the applicable Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956, (including early adoption of Accounting Standard 30, Financial Instruments: Recognition and Measurement 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS**

Chartered Accountants

(Registration No. 117366W)

K. A. Katki

Partner

Membership Number 038568

Mumbai, July 20, 2012

