



HINDUSTAN ZINC LIMITED

Regd. Office: Yashad Bhawan, Udaipur-313 004
Tel.: (91-294)6604132-34
Fax: (91-294) 2427699
Website: www.vedantaresources.com

No.20A (3)/2007-Secy./

19 January, 2011

FAX NO. 022-2272 3121/1919/3719

FAX NO. 022-26598237/238/340

Mr.S.Subramanian
DCS - CRD
Bombay Stock Exchange Limited.
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
MUMBAI-400 001

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

Sub: - Quarterly / Nine Month Financial Results after limited review.

Dear Sir,

As per the requirement of Clause 41 of the Listing Agreement, we forward herewith a copy of financial results after limited review of the company for the 3rd quarter/nine month ended 31st December, 2010 as approved by the Board of Directors at their meeting held on 19th January, 2011.

The Board has proposed issue of bonus share in the ratio of 1:1 and also sub division of its equity share of face value of Rs.10 each into 5 equity shares of face value of Rs.2 each, subject to approval of shareholders.

Shareholders approval would be obtained through Postal Ballot process.

Thanking you,

Yours faithfully,
For Hindustan Zinc Limited,

(R.Pandwal)
Company Secretary

Encl: As above.

HIGHLIGHTS

- ▲ Record Mined metal production at 222,250 tonnes.
- ▲ Record Refined Zinc metal production at 178,250 tonnes.
- ▲ Expanding wind power capacity by 150 MW
- ▲ Awards : Ramakrishna Bajaj National Quality Award 2010 and CII- National Award for Excellence in water Management 2010
- ▲ Revenues up 17.4 % at Rs 2,601 Crore
- ▲ PBDT up 13.5 % at Rs 1,714 Crore

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2010
(Rs. in crore, except as stated)

	PARTICULARS	Third quarter ended 31 st December		Nine month ended 31 st December		Year ended 31 st March
		2010	2009	2010	2009	2010
1	a) Net sales / Income from operations	2,601.47	2,216.73	6,715.12	5,518.50	8,016.97
	b) Other Operating Income	28.69	31.22	86.87	70.74	117.43
2	Expenditure					
	a) (Increase) / Decrease in stock in trade and work in progress	(46.78)	(18.35)	(155.76)	22.31	75.32
	b) Consumption of raw material	46.05	-	132.85	-	-
	c) Consumption of Stores & spares	218.69	161.33	642.29	414.92	587.61
	d) Power & Fuel	252.03	176.90	737.82	543.31	723.86
	e) Mining Royalty	219.54	191.72	552.36	422.22	612.79
	f) Other Mining and Manufacturing Expenses	229.00	135.85	625.79	414.37	574.40
	g) Employees Cost	112.98	137.90	376.69	322.18	457.36
	h) Depreciation & amortisation	119.54	81.72	347.65	233.61	334.25
	i) Other expenditure	91.40	76.50	235.65	206.08	311.03
	Total Expenditure	1,242.45	943.57	3,495.34	2,579.00	3,676.62
3	Profit from operations before Other Income, Interest & Exceptional Items	1,387.71	1,304.38	3,306.65	3,010.24	4,457.78
4	Other Income	207.10	131.87	549.57	465.79	600.25
5	Profit before Interest & Exceptional Items	1,594.81	1,436.25	3,856.22	3,476.03	5,058.03
6	Interest & Finance Charges	0.11	7.66	6.15	16.24	43.92
7	Profit after Interest but before Exceptional Items	1,594.70	1,428.59	3,850.07	3,459.79	5,014.11
8	Exceptional items	-	-	21.16	-	-
9	Profit from ordinary activities before tax	1,594.70	1,428.59	3,828.91	3,459.79	5,014.11
10	Tax Expenses - (Net)	305.12	279.94	699.69	657.37	972.70
11	Net Profit from ordinary activities after tax	1,289.58	1,148.65	3,129.22	2,802.42	4,041.41
12	Extraordinary items (Net of tax expenses)	-	-	-	-	-
13	Net Profit for the period	1,289.58	1,148.65	3,129.22	2,802.42	4,041.41
14	Paid up Equity Share Capital (Face value Rs. 10/- each)	422.53	422.53	422.53	422.53	422.53
15	Reserves excluding Revaluation Reserve as per balance sheet					17,701.44
16	Basic and Diluted EPS (Rs.)	30.52	27.18	74.06	66.32	95.65
17	Public Shareholding					
	-Number of Shares	148,216,469	148,216,469	148,216,469	148,216,469	148,216,469
	-Percentage of shareholding	35.08	35.08	35.08	35.08	35.08
18	Promoters & 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	274,315,431	274,315,431	274,315,431	274,315,431	274,315,431
	- Percentage of shares	100	100	100	100	100
	(as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
	- Percentage of shares	64.92	64.92	64.92	64.92	64.92
	(as a % of the total share capital of the company)	-	-	-	-	-

Agree

SEGMENT WISE REPORTING REVENUE, RESULTS AND CAPITAL EMPLOYED.

(Rs. in crore)

	PARTICULARS	Third quarter ended 31 st December		Nine month ended 31 st December		Year ended 31 st March
		2010	2009	2010	2009	2010
1	Segment Revenue (Net sales / Income from operations)					
a)	Zinc, Lead and Silver	2,589.41	2,202.54	6,662.67	5,459.61	7,943.39
b)	Others	12.06	14.19	52.45	58.89	73.58
	Total	2,601.47	2,216.73	6,715.12	5,518.50	8,016.97
2	Segment Result					
a)	Zinc, Lead and Silver	1,396.68	1,305.95	3,304.63	2,999.42	4,446.86
b)	Others	(5.79)	1.00	7.82	14.90	16.74
	Total	1,390.89	1,306.95	3,312.45	3,014.32	4,463.60
	Less: Interest expenditure	0.11	7.66	6.15	16.24	43.92
	Less: Exceptional Items	-	-	21.16	-	-
	Add: Other unallocable income net of unallocable expenditure	203.92	129.30	543.77	461.71	594.43
	Profit before Tax	1,594.70	1,428.59	3,828.91	3,459.79	5,014.11
3	Capital Employed (Segment Assets – Segment Liabilities)					
a)	Zinc, Lead and Silver	8,078.56	6,560.87	8,078.56	6,560.87	6,841.28
b)	Others	529.74	469.19	529.74	469.19	442.50
c)	Unallocated	12,642.66	10,150.53	12,642.66	10,150.53	10,840.19
	Total	21,250.96	17,180.59	21,250.96	17,180.59	18,123.97

NOTES:

- The results for the quarter and Nine months ended 31st December 2010 have been reviewed by Audit Committee at their meeting. The Board of Directors at its meeting held on 19th January 2011 approved the above results and their release.
- The Board has proposed issue of bonus share in the ratio of 1:1 and also sub division of its equity share of face value of Rs.10 each into 5 equity shares of face value of Rs.2 each, subject to approval of shareholders.
- Arising from the announcement of the Institute of the Chartered Accountants of India on 29th March 2008, the Company had decided to adopt Accounting Standard (AS) 30 - Financial Instruments : Recognition and Measurement effective 1st April, 2007.
- Consistent with the treatment followed in earlier years, investment in equity shares of a power company has been considered as an intangible asset. This has resulted in an additional amortisation charge of Rs.3.51 crore for the Nine months ended 31st December 2010 (corresponding previous Nine months : Rs.3.51 crore) and the net profit after tax for the Nine months ended 31st December 2010 being lower by Rs.2.34 crore (corresponding previous Nine months : Rs.2.31 crore). This treatment, being in preference to the requirements of Accounting Standards, has been reported by the auditors.
- The Company is engaged in the business of mining and smelting of zinc, lead and silver. The Company has also a wind energy business; however, its operations for the period are within the threshold limits stipulated under AS-17 "Segment Reporting" and hence it does not require disclosure as a separate reportable segment. The Company has announced a 150 MW expansion in wind power capacity at an investment of approximately Rs 865 Crore in two phases to be completed by September 2011.
- Exceptional item during the Nine months ended 31st December 2010 represents the amount incurred on Voluntary Retirement Scheme in respect of zinc, lead and silver segment.
- In terms of Clause 41 of the Listing Agreement, details of number of investor complaints for the Quarter ended 31st December 2010 : Beginning NIL, Received 4, Disposed off 4, Pending NIL.
- The auditors have carried out "Limited Review" of the above results.
- Previous Period / Year figures have been regrouped / re-arranged wherever necessary.

By Order of the Board


Akhilesh Joshi
 COO & Whole-time Director

Date: January 19, 2011
Place: Mumbai