

JAYASWAL NECO INDUSTRIES LIMITED

(FORMERLY JAYASWALS NECO LIMITED)

REGD. OFFICE : F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR - 440 016 (INDIA)

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UNAUDITED FINANCIAL RESULTS

FOR THE QUARTER ENDED 31ST DECEMBER, 2010

(Rs. in lacs)

PARTICULARS	Quarter ended 31.12.2010 UNAUDITED (3 months)	Corresponding quarter ended in the previous year 31.12.2009 UNAUDITED (3 months)	Year to date figures for the current period ended 31.12.2010 UNAUDITED (9 months)	Year to date figures for the previous period ended 31.12.2009 UNAUDITED (9 months)	Previous Accounting year ended 31.03.2010 AUDITED (12 months)
1.(a) Sales / Income from Operations	57171	50584	158564	143470	193092
Less: Excise Duty Recovered on Sales	5040	3824	14215	10570	14351
Net Sales/Income from Operations	52131	46760	144349	132900	178741
(b) Other Operating Income	12	31	57	74	62
Total Income	52143	46791	144406	132974	178803
2. Expenditure					
a) (Increase)/Decrease in stock-in-trade and work in progress	(7212)	(32)	(7854)	(1278)	(3531)
b) Consumption of raw materials	34092	27905	86358	81543	107735
c) Purchase of traded goods	958	1551	2128	2738	3333
d) Employees Cost	2493	2139	7330	5847	7727
e) Depreciation	2155	1815	6323	5537	7890
f) Exchange Difference (Net)	21	(233)	(144)	(1379)	(1513)
g) Other Expenditure	12108	8448	30352	23549	34456
Total Expenditure	44615	41593	124493	116557	156097
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	7528	5198	19913	16417	22706
4. Other Income	183	439	860	1281	1624
5. Profit before Interest & Exceptional Items (3+4)	7711	5637	20773	17698	24330
6. Interest & Financial Charges	3560	3303	10645	9861	13828
7. Profit after Interest but before Exceptional Items (5-6)	4151	2334	10128	7837	10502
8. Exceptional Items	-	-	-	-	-
9. Profit from Ordinary Activities before tax (7-8)	4151	2334	10128	7837	10502
10. Tax Expense					
Current Tax	887	401	2100	1344	1876
MAT Credit Entitlement	(827)	(397)	(2019)	(1332)	(1795)
Deferred Tax Liability	1154	810	3327	2358	3436
11. Net Profit from Ordinary Activities after tax (9-10)	2937	1520	6720	5467	6985
12. Extraordinary Items (Net of tax expenses)	-	-	-	-	-
13. Net Profit for the period (11-12)	2937	1520	6720	5467	6985
14. Paid-up Equity Share Capital (Face Value per share : Rs. 10/-)	25085	11288	25085	11288	23665
15. Reserves excluding Revaluation Reserves					35585
16. Earning Per Share (Rs.)(not annualised)					
a) Basic	1.17	0.55	2.70	2.22	2.92
b) Diluted	1.17	0.55	2.70	2.22	2.92
17. Public Shareholding					
a) Number of shares	76341783	57607247	76341783	57607247	62141783
b) Percentage	30.43%	51.03%	30.43%	51.03%	26.26%
18. Promoters and Promoter group Shareholding					
a) Pledged / Encumbered					
- Number of shares	29427000	18427000	29427000	18427000	18427000
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	16.86%	33.33%	16.86%	33.33%	10.56%
- Percentage of Shares (as a % of the total share capital of the company)	11.73%	16.32%	11.73%	16.32%	7.79%
b) Non - Encumbered					
- Number of shares	145092121	36849801	145092121	36849801	156092121
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	83.14%	66.67%	83.14%	66.67%	89.44%
- Percentage of Shares (as a % of the total share capital of the company)	57.84%	32.65%	57.84%	32.65%	65.95%

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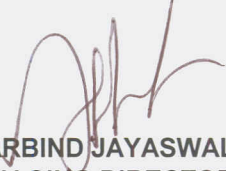
Notes :

1. The above results have been reviewed by Audit Committee and approved and taken on record by the Board of Directors at its Meeting held on 31st January, 2011.
2. The statutory auditors of the Company have carried out a Limited Review of the results for the quarter and nine months ended 31st December, 2010 in accordance with clause 41 of the listing agreement.
3. The Board of Directors at its meeting held on 28th October, 2010, subject to necessary approvals of Shareholders, Creditors, Stock Exchanges and other regulatory bodies and further subject to sanction of the High Court in that behalf, has amended the Scheme of Arrangement providing for demerger of Steel Division of Corporate Ispat Alloys Limited (CIAL) and its merger with the Company such that it will be effective from 1st April, 2008 as against 1st April, 2010 that was approved by it at its meeting held on 28th May, 2010. Pursuant to the revised scheme the eligible shareholders of CIAL as on 1st April 2008 shall be issued and allotted 114 Equity Shares of Rs.10/- each credited as fully paid up for every 10 Equity shares of Rs.10/- each of CIAL. As a result of the aforesaid amendment in the Scheme of Arrangement, the enhanced Equity Capital of the Company (Post-merger) would be Rs.283.51 crores. Necessary steps are being taken for filing the Scheme of Arrangement with both the Stock Exchanges.
4. As stipulated by the term lenders, the Company has to infuse Equity Contribution for the upcoming projects. Pending completion of the formalities as required under the SEBI Regulations, the company has received contribution of Rs.182.50 crores towards the same. As the rate at which shares are to be issued is not determined, the effects of the same have not been given while calculating the diluted earnings per share.
5. The above results are prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 (AS 25- Interim Financial Reporting) as those followed in previous years. The Previous Year figures have been regrouped and recast whenever necessary.
6. a. Number of Investor complaints outstanding at the beginning of the quarter
b. Number of Investor complaints received during the quarter
c. Number of Investor complaints disposed off during the quarter
d. Number of Investor complaints lying unresolved

Nil
Nil
Nil
Nil

NAGPUR
31st January, 2011




ARBIND JAYASWAL
MANAGING DIRECTOR

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Report of Segment wise Revenue, Results and Capital Employed, under Clause 41 of the Listing Agreement :

(Rs. in Lacs)

Particulars	Quarter ended 31.12.2010 UNAUDITED (3 months)	Corresponding Quarter ended in the previous year 31.12.2009 UNAUDITED (3 months)	Year to date figures for current period 31.12.2010 UNAUDITED (9 months)	Year to date for previous period 31.12.2009 UNAUDITED (9 months)	Previous Accounting year ended 31.03.2010 AUDITED (12 months)
1. Segment Revenue					
a) Steel	45303	39752	126638	117005	158854
b) Iron & Steel Castings	12514	12555	35088	31372	40557
Total	57817	52307	161726	148377	199411
Less : Inter-segment Revenue	646	1723	3162	4907	6319
Sales/Income from Operations	57171	50584	158564	143470	193092
2. Segment Results (Segment Revenue - Segment Expenses)					
a) Steel	6539	4303	17749	13919	19687
b) Iron & Steel Castings	1012	913	2313	2607	3208
Total	7551	5216	20062	16526	22895
Less : i) Interest	(3560)	(3303)	(10645)	(9861)	(13828)
ii) Unallocated Corporate Expenses	(23)	(23)	(149)	(118)	(156)
Add : Unallocated Income	183	444	860	1290	1591
Total Profit Before Tax	4151	2334	10128	7837	10502
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Steel	185098	130265	185098	130265	131391
b) Iron & Steel Castings	25598	26629	25598	26629	24907
c) Unallocated (Assets - Liabilities)	(139906)	(92581)	(139906)	(92581)	(97022)
Total	70790	64313	70790	64313	59276

Notes :

1) Segments have been identified in line with the Accounting Standard on Segment Reporting (AS 17).

2) Steel Segment is engaged in manufacture and sale of Alloy Steel Rolled Products like Bars and Rods, Pig Iron, Billets and Sponge Iron at its unit located at Siltara, Raipur and Mining activities in the state of Chhattisgarh, Jharkhand and Maharashtra. Iron and Steel Castings Segment comprises of manufacture and sale of Engineering and Automotive Castings with production facilities at Nagpur in Maharashtra and Bhilai and Anjora in Chhattisgarh.

NAGPUR
31st January, 2011



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MANAGING DIRECTOR

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