JINDAL STAINLESS

JSL:STEXGLTRS:2012: Fax / Email / Courier
August 9, 2012

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G-Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai – 400 051.
Fax (022) 66418125-26
e-mail: cmlist@nse.co.in, hsurati@nse.co.in

Kind Attn. Listing Section

Dear Sir,

We are forwarding herewith Limited Review Report for the quarter ended 30th June, 2012 duly signed by the statutory auditors of the Company, as per provisions of Clause 41 of the Listing Agreement.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully
for **Jindal Stainless Limited**
(Formerly JSL Stainless Ltd.)

(Jitendra Kumar)
Company Secretary

Encl. As above

To,
The Board of Directors,
Jindal Stainless Limited
O.P. Jindal Marg,
Hisar.

Limited Review Report for the Quarter ended 30th June, 2012

1. We have reviewed the accompanying statement of unaudited financial results of JINDAL STAINLESS LIMITED for the quarter ended 30th June, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. Results for the aforesaid quarter relating to Visakhapatnam division of the company have been reviewed by branch auditors and their review report has been taken into consideration for drafting this report. The statement of quarterly financial results has been prepared from interim financial statements which are the responsibility of the Company's Management and have 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 in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditors 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 financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provided less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Without qualifying attention is drawn to:-
   i. Note no. 33(vi) read with note no. 40(B) of audited accounts for the year ended 31st March 2012 regarding pending confirmations of balances of secured loans,
   ii. Note no. 40(C) read with note no. 12 of audited accounts for the year ended 31st March 2012 regarding investment and loan & advances to certain subsidiary companies, for the reason stated in said note, no provision for diminution in value is necessary in the opinion of management, and
   iii. Note No. 2 of accompanying statement of unaudited financial results regarding provision of interest (finance cost) as stated in the said note and overdue financial obligations (impact unascertained) as the company's proposal for reworking scheme is pending for necessary approval.

4. Based on our review conducted as above, nothing has come to our attention read with our comments in para 3 above, that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Lodha & Co.,
Chartered Accountants
FRN: 301051E

(N.K Lodha)
Partner
Membership No.85155
Place: New Delhi
Date: 9th August, 2012

For S.S. Kothari Mehta & Co.,
Chartered Accountants
FRN: 000756N

(Arun K. Tulsian)
Partner
Membership No. 89907

JINDAL STAINLESS LIMITED (formerly JSL Stainless Ltd.)
Regd. Office: O.P.Jindal Marg, Hisar-125 005 (Haryana) www.jindalstainless.com

JSLA JINDAL STAINLESS

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2012

(Rs in crores, except per share data)

	Particulars	Unaudited for the quarter ended			Audited for the year ended
		30th June, 2012	31st March, 2012	30th June, 2011	31st March, 2012
1	Income from Operation:				
	Gross Sales / Income from Operations	2,403.05	2,324.95	2,126.70	8,471.23
	Less: Excise Duty on sales	196.36	171.04	153.87	607.28
	(a) Net Sales / Income from Operations	2,206.69	2,153.91	1,972.83	7,863.95
	(b) Other Operating Income	10.21	12.55	4.10	27.10
	Total Income from Operations (net) [1 (a)+1 (b)]	2,216.90	2,166.46	1,976.93	7,891.05
2	Expenses				
	(a) Cost of Material Consumed	1,680.74	1,784.32	1,256.09	5,653.64
	(b) Purchase of Stock in Trade	15.21	10.61	60.83	96.90
	(c) Changes in Inventories of finished goods, work in progress and stock in trade	(237.44)	(274.80)	(26.46)	(435.34)
	(d) Employee benefits expense	59.94	36.61	44.89	169.83
	(e) Depreciation and amortisation expense	170.13	115.72	89.11	408.61
	(f) Stores and Spares consumed	109.50	95.55	83.78	374.07
	(g) Power & Fuel	217.88	177.92	148.18	646.29
	(h) Other expenditure	139.69	147.58	108.12	481.61
	Total Expenses	2,155.65	2,093.51	1,764.54	7,395.61
3	Profit from Operations before other Income, Finance Cost and Exceptional Items (1-2)	61.25	72.95	212.39	495.44
4	Other Income	14.70	21.83	14.06	75.31
5	Profit from Ordinary Activities before finance cost and exceptional items (3+4)	75.95	94.78	226.45	570.75
6	Finance cost	207.11	150.31	116.43	516.80
7	Profit / (loss) from Ordinary Activities after finance cost but before exceptional items (5-6)	(131.16)	(55.53)	110.02	53.95
8	Exceptional Items - Gain / (Loss) - *Refer note no.3 (i)*	(209.13)	82.20	17.13	(207.76)
9	Profit /(loss) from Ordinary Activities before tax (7+8)	(340.29)	26.67	127.15	(153.81)
10	Tax expense	(108.88)	8.12	41.36	(49.91)
11	Net profit / (loss) from Ordinary Activities after tax (9-10)	(231.41)	18.55	85.79	(103.90)
12	Extraordinary Items	-	-	-	-
13	Net profit / (loss) for the period (11-12)	(231.41)	18.55	85.79	(103.90)
14	Paid-up Equity Share Capital (face value of Rs. 2/- each)	37.96	37.90	37.61	37.90
15	Reserves excluding revaluation reserve as per balance sheet of previous accounting year				2,144.23
16	Earning per share (EPS) (of Rs 2/-each)				
	a) - Basic	(12.21)	0.99	4.58	(5.52)
	b) - Diluted	(12.21)	0.79	4.51	(5.52)
	(EPS for the quarter not annualised)				
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	- Number of Shares	97,726,019	97,434,041	95,975,373	97,434,041
	- Percentage of Shareholding	56.75	56.68	56.31	56.68
2	Promoters and promoter group shareholding				
	(a) Pledged / Encumbered :				
	Number of shares#	65,306,625	65,306,625	65,306,625	65,306,625
	% of shares (as a % of the total shareholding of promoter and promoter group)	87.70	87.70	87.70	87.70
	% of shares (as a % of the total share capital* of the company)	34.41	34.46	34.73	34.46
	(b) Non -encumbered:				
	Number of shares	9,160,625	9,160,625	9,159,405	9,160,625
	% of shares (as a % of the total shareholding of promoter and promoter group)	12.30	12.30	12.30	12.30
	% of shares (as a % of the total share capital* of the company)	4.83	4.83	4.87	4.83

#This includes 22,465,480 equity shares placed under lodgement/negative lien. *Total share capital includes 17,601,334 shares represented by 88,02,167 GDS.

NEW DELHI
S.S. CHARTERED ACCOUNTANTS

	Particulars	3 months ended (30th June 2012)
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

Notes:

1 The financial results of the Company for the quarter ended 30th June 2012 have been reviewed by the Audit committee and approved by the Board of Directors at its meeting held on 09th August 2012 and the limited review of the same has been carried out by the statutory auditors of the company.

2 The company is in process of seeking approval from its lenders to rework on its debt obligations including overdue financial obligations. Once approved, the reworking scheme would entail increase in interest cost w.e.f. 1st April 2012. Pending necessary approval & signing of fresh agreement/documents, presently interest cost has been provided at prevailing contracted rates.

3 Results have been adversely impacted during the quarter ended 30th June 12 on account of:

i) Exchange fluctuation arising on account of sharp depreciation of Indian Rupee, as shown under the head of Exceptional Items,
ii) Lower margin due to increase in Power & Fuel costs, subdued global economic sentiments and surge in imports of stainless steel flat products into India.
iii) Stainless steel production facility at Odisha under ramp up.

4 Upon receipt of FCCB conversion notices dated 8th June, 2012 , the Company has allotted 2,91,978 fresh equity shares of Rs 2/- each at a fixed exchange rate of Rs 43.75, at a conversion price of Rs 119.872 per share. Consequently, as on 30th June 2012 the paid up share capital of the company stood at Rs 37,95,95,206/- divided into 18,97,97,603 equity shares of Rs 2/- each.

5 On 28th July, 2012, the Company has vested 5,34,771 Stock Options to the eligible employees of the Company, its subsidiaries and independent Directors (excluding Nominee Directors) in terms of approved ESOP scheme 2010. Further, in terms of above ESOP scheme 2010, a fresh Grant of 1,50,000 ESOPs was made to eligible employees of the Company on 28th July, 2012.

6 As the company's business activity falls within a single primary business segment viz. 'stainless steel', the disclosure requirement of Accounting Standard (AS-17) on "Segment Reporting" is not applicable.

7 The previous quarter/year figures have been regrouped wherever necessary.

RATAN JINDAL
Vice Chairman and Managing Director

Place: New Delhi
Date: 9th August, 2012

