

(Rs. in lakhs)

PART I
STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

Particulars	Standalone Results (Continuing and Discontinuing Operations)					
	Quarter ended 31/12/2012	Quarter ended 30/09/2012	Quarter ended 31/12/2011	Nine months ended 31/12/2012	Nine months ended 31/12/2011	Financial Year ended 31/03/2012
1	Gross Sales/Income from operations	191,51.99	204,52.53	398,02.63	791,71.92	1,573,28.09
	Less: Excise duty	18,46.89	19,59.79	33,28.70	78,25.16	135,32.56
a.	Net Sales/Income from operations	173,05.10	184,92.74	364,73.93	713,46.76	1,437,95.53
b.	Other operating income	30,40.75	29,10.76	26,82.76	88,81.19	97,69.15
	Total income from operations (1a+1b)	203,45.85	214,03.50	391,56.69	802,27.95	1,535,64.68
2	Expenses	154,21.25	157,83.43	262,57.83	587,29.05	1,029,57.87
a.	Cost of materials consumed (including outside processing charges for materials)	(1,12.62)	230.36	852.80	(25,12.15)	(11,48.95)
b.	Changes in inventories of finished goods, work-in-progress and stock in trade	16,85.71	17,10.96	25,98.40	60,97.83	98,56.86
c.	Employee benefit expenses	3,71.90	4,05.95	7,59.20	16,34.21	31,43.45
d.	Depreciation and amortisation expense	3,69.67	5,46.64	52,76.15	60,85.37	197,18.50
e.	Power and fuel	3,66.36	5,11.31	17,79.20	27,01.75	68,41.81
f.	Stores and packing material consumed	7,02.88	9,04.75	29,97.97	39,14.50	97,60.24
g.	Other expenses	188,05.15	200,83.40	405,21.55	766,50.56	1,136,77.00
	Total expenses	154,40.70	157,10.10	(13,64.86)	35,77.39	3,85.59
3	Profit (+)/Loss (-) from operations before other income, finance costs and exceptional items (1+2)	5.10	2.66	49.05	47.32	15,12.22
4	Other income	15,45.80	13,12.76	(13,15.81)	36,24.71	4,97.89
5	Profit (+)/Loss (-) from ordinary activities before finance costs and exceptional items (3+4)	7,84.67	11,50.16	15,15.40	34,75.87	20,99.08
6	Finance costs	7,61.13	1,62.60	(28,31.21)	1,48.84	41,34.73
7	Profit (+)/Loss (-) from ordinary activities after finance costs but before exceptional items (5-6)	-	19.31	-	(4,730.69)	(35,84.56)
8	Exceptional items	-	-	-	-	-
a.	Profit on sale of land	-	-	-	-	-
b.	(Actual loss) write back of loss provided on transfer of steel business (See Note 2a)	-	-	-	-	-
9	Profit (+)/Loss (-) from ordinary activities before tax (7+8)	7,61.13	181.91	(2,831.21)	(4,581.85)	52,72.36
10	Tax expense (See Note 3)	1,60.94	(74.48)	-	170.06	(71.68)
a.	Current tax charge / (credit)	3,87.29	35.81	(4,00.92)	(13,37.26)	16,48.27
b.	Deferred tax charge / (credit) [including credit of Rs. 13,91,55 lakhs and Rs. 2,99 lakhs on account of transfer of steel business in nine months ended 31/12/2012 and in quarter ended 30/09/2012 respectively] (See Note 2a)	-	-	-	-	-
c.	Prior period tax charge/ (credit)	-	-	-	-	-
11	Net Profit (+)/Loss (-) from ordinary activities after tax (9-10)	5,48.23	(38.67)	(400.92)	(1,167.26)	6.42
12	Extraordinary item	2,12.90	2,20.58	(2,430.29)	(3,414.59)	15,83.01
13	Net Profit (+)/Loss (-) for the period (11-12)	2,12.90	2,20.58	(2,430.29)	(3,414.59)	36,89.35
14	Paid-up equity share capital (Face Value of the Share Rs. 10 each)	32,48.25	32,48.25	(2,430.29)	(3,414.59)	32,48.25
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	32,48.25	32,48.25	169,62.75
16	Earnings per share (EPS) (Face value Rs.10 per share) (in Rs.)	0.66	0.62	(7.46)	0.17	(7.06)
	Basic and diluted (not annualised for quarters and nine months)	0.66	0.62	(7.46)	0.17	(7.06)
	- Before exceptional item	0.66	0.62	(7.46)	0.17	(7.06)
	- After exceptional item	0.66	0.62	(7.46)	0.17	(7.06)
	See accompanying notes to the financial results					

PART II
PARTICULARS OF SHAREHOLDING

Particulars	Quarter ended 31/12/2012	Quarter ended 30/09/2012	Quarter ended 31/12/2011	Nine months ended 31/12/2012	Nine months ended 31/12/2011	Financial Year ended 31/03/2012
	14463040	14463040	14463040	14463040	14463040	14463040
1	Public shareholding	44.53	44.53	44.53	44.53	44.53
	- Number of shares	-	-	-	-	-
	- Percentage of shareholding	-	-	-	-	-
2	Promoters & promoter group shareholding	-	-	-	-	-
	- Number of shares	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
b.	Non-encumbered	18019489	18019489	18019489	18019489	18019489
	- Number of shares	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	55.47	55.47	55.47	55.47	55.47
	- Percentage of shares (as a % of the total share capital of the company)	55.47	55.47	55.47	55.47	55.47

Quarter ended 31/12/2012

Particulars	Pending at the beginning of the quarter	Received during the quarter	Disposed of during the quarter	Remaining unresolved at the end of the quarter
Investor complaints	0	0	0	0

PLC

- 1 The above unaudited financial results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 1st February, 2013 and have been subjected to a limited review by the Statutory Auditors of the Company.
- 2 a Pursuant to transfer of steel business to Navyug Special Steel Private Limited (Navyug Steel) with effect from closing hours of 9th July, 2012, in accordance with the Business Transfer Agreement and Share Subscription Agreement approved by the Board and the Members of the Company on 11th November, 2011 and 4th January, 2012 respectively, the Company had made a provision for the estimated loss of Rs.47,50.00 lakhs in the results for the quarter ended 30th June, 2012, on the eventual transfer of the steel business taking into account the change in the working capital between 1st April, 2012 and 30th June, 2012, particularly as a result of the higher inventory levels due to stockpiling and low demand. The Company had expected the effect of the foregoing to be reflected in a higher enterprise value of Navyug Steel and resultant cash infusion subject to the closing process as per the contractual agreement. The Company has since completed the closing process for transfer of steel business consequent to which Sanyo Special Steel Company Limited, Japan (Sanyo) and Mitsui & Company Limited, Japan (Mitsui) have subscribed to 29% and 20% of the equity capital of Navyug Steel. The cash infusion by Sanyo is Rs.128,83.81 lakhs and that of Mitsui is Rs.86,85.38 lakhs for their equity stake in Navyug Steel. This cash infusion post the closing adjustments agreed between the parties as per the share subscription agreement reflects and includes the higher enterprise value of Navyug Steel on account of the change in working capital, between 1st April, 2012 and 30th June, 2012. Consequently to the cash infusion, the Company's shareholding in Navyug Steel has changed to 51%. Navyug Steel has been renamed as Mahindra Sanyo Special Steel Private Limited with effect from 18th September, 2012. As against the provision of Rs.47,50.00 lakhs made for the eventual loss on transfer of steel business during the quarter ended 30th June, 2012, the actual loss on transfer is Rs.47,30.69 lakhs and the difference of Rs.19.31 lakhs between the estimated loss and the actual loss had been written back during the quarter ended 30th September, 2012. Further, the deferred tax liability of Rs.13,88.56 lakhs relating to the steel division as at 31st March, 2012, had been immediately credited in tax expense, in the results for the quarter ended 30th June, 2012, against which the actual credit on transfer of the steel business on 9th July, 2012 is Rs.13,91.55 lakhs and the differential amount of Rs.2.69 lakhs had been credited to tax expense during the quarter ended 30th September, 2012.
- b The bifurcation of above results between continuing and discontinuing operations is as under:

Particulars	Continuing Operations (Stamping Division)						Discontinuing Operations (Steel Division)						Total (Company)					
	Quarter ended 31/12/2012	Quarter ended 30/09/2012	Quarter ended 31/12/2011	Nine months ended 31/12/2012	Nine months ended 31/12/2011	Financial Year ended 31/03/2012	Quarter ended 31/12/2012	Quarter ended 30/09/2012	Quarter ended 31/12/2011	Nine months ended 31/12/2012	Nine months ended 31/12/2011	Financial Year ended 31/03/2012	Quarter ended 31/12/2012	Quarter ended 30/09/2012	Quarter ended 31/12/2011	Nine months ended 31/12/2012	Nine months ended 31/12/2011	Financial Year ended 31/03/2012
	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)	(Rs. in lakhs)
Total income from operations	20,345.85	20,038.56	17,289.11	57,876.03	51,081.83	70,326.38	-	1,384.94	21,887.58	22,351.82	82,980.76	83,238.30	20,345.85	21,403.50	39,156.69	80,227.95	114,062.59	153,564.68
Profit (+)/Loss (-) from ordinary activities before exceptional items	761.13	561.19	1,023.83	2,674.79	3,367.10	5,276.35	-	(398.59)	(3,855.04)	(2,525.95)	(7,003.94)	(8,860.91)	761.13	162.80	(2,831.21)	148.84	(3,636.84)	(3,584.56)
Exceptional items	-	-	-	-	-	8,856.92	-	19.31	-	(4,730.69)	-	-	-	-	-	(4,730.69)	-	8,856.92
a. Profit on sale of land	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b. Provision for estimated loss that may arise on eventual transfer of steel business	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit (+)/Loss (-) from ordinary activities before tax	761.13	561.19	1,023.83	2,674.79	3,367.10	14,133.27	-	(379.28)	(3,855.04)	(7,256.64)	(7,003.94)	(8,860.91)	761.13	181.91	(2,831.21)	(4,581.85)	(3,636.84)	5,272.36
Net Profit (+)/Loss (-) from ordinary activities after tax*	212.90	352.24	878.54	1,200.30	2,743.04	9,386.46	-	(131.66)	(3,308.83)	(4,614.89)	(5,749.05)	(5,677.11)	212.90	220.58	(2,430.29)	(3,414.59)	(3,006.01)	3,689.95
Estimated effect of expenses (net) then included in discontinuing operations, which continued in the continuing operations upon transfer#	-	-	(1,005.04)	(702.78)	(2,327.33)	(2,726.75)	-	-	1,005.04	702.78	2,327.33	2,726.75	-	-	-	-	-	-
Tax (charge)/credit on above expenses	-	-	142.32	386.50	416.99	894.70	-	-	(142.32)	(366.50)	(416.99)	(894.70)	-	-	-	-	-	-
* Allow exceptional item	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
# comprising	-	-	(26.69)	(42.54)	(154.30)	(176.07)	-	-	26.69	42.54	154.30	176.07	-	-	-	-	-	-
- Other expenses (net)	-	-	(978.35)	(660.24)	(2,173.03)	(2,550.69)	-	-	978.35	660.24	2,173.03	2,550.68	-	-	-	-	-	-
- Finance costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

- 3 In view of a revision in the estimate of the taxable income for the year made during this quarter, the tax credit in the earlier quarters to the extent of Rs. 96.57 lakhs has reversed during this quarter which has resulted in an increase in the tax expense for the quarter by a like amount.
- 4 Figures for the previous periods have been regrouped wherever necessary.

Mumbai
February 1, 2013

PCB

Uday Gupta
Managing Director



MAHINDRA UGINE STEEL COMPANY LIMITED
 Regd. Office : 74, Ganesh Apartment, 7th Floor, Opp. Sitladevi Temple, Lady Jamsheedjee Road,
 Mahim (W), Mumbai 400 016.

SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in lakhs)

PARTICULARS	Standalone Results					
	Quarter ended 31/12/2012 Unaudited	Quarter ended 30/09/2012 Unaudited	Quarter ended 31/12/2011 Unaudited	Nine months ended 31/12/2012 Unaudited	Nine months ended 31/12/2011 Unaudited	Financial Year ended 31/03/2012 Audited
Segment Revenue (Net Sales/Income from operations)						
a) Stamping	203,45.85	200,38.56	172,69.11	578,76.03	510,81.83	703,26.38
b) Steel (discontinuing operations)	-	13,64.94	218,87.58	223,51.92	629,80.76	832,38.30
Total	203,45.85	214,03.50	391,56.69	802,27.95	1140,62.59	1535,64.68
Less: Inter Segment revenue	203,45.85	214,03.50	391,56.69	802,27.95	1140,62.59	1535,64.68
Net Sales/Income from operations						
Segment Results (Profit(+)/Loss(-) before finance cost, unallocated expenditure and tax expense from each segment)						
a) Stamping	16,10.28	16,88.42	11,68.22	47,30.18	36,87.58	146,61.75
b) Steel (discontinuing operations)	-	(2,57.92)	(24,10.33)	(55,59.32)	(28,64.65)	(30,89.83)
Total	16,10.28	14,30.50	(12,42.11)	(8,29.14)	822.93	115,71.92
Less: 1. Finance costs (net of interest income)	7,83.53	11,50.15	13,72.54	34,42.31	39,73.43	56,14.01
2. Unallocated expenditure, not relating to operating activities	65.62	98.44	2,16.56	3,10.40	4,86.34	6,85.55
Profit (+)/Loss (-) from ordinary activities before tax	761.13	181.91	(28,31.21)	(45,81.85)	(36,36.84)	52,72.36
Capital Employed (Segment Assets - Segment Liabilities)						
a) Stamping	272,21.55	273,86.55	207,26.67	272,21.55	207,26.67	231,37.39
b) Steel (discontinuing operations)	-	-	264,06.13	-	264,06.13	271,31.28
c) Unallocated capital	135,76.27	142,80.75	31,69.87	135,76.27	31,69.87	7,46.30
Total	407,97.82	416,67.30	503,02.67	407,97.82	503,02.67	510,14.97

@ includes profit on sale of land of Rs. 88,56,92 lakhs
 # Steel division results for the nine months ended 31/12/2012 include loss on transfer of steel division of Rs. 47,30,69 lakhs and for the quarter ended 30/09/2012 include writeback of Rs. 19,31 lakhs.

being excess provision made in the earlier quarter.

Note: Steel segment and stamping segment comprises of sale of alloy steel and sale and processing of pressed metal components, respectively.

Mumbai

Uday Gupta
 Managing Director

RCH

**AUDITORS' REPORT
TO THE BOARD OF DIRECTORS OF
MAHINDRA UGINE STEEL COMPANY LIMITED
ON LIMITED REVIEW OF UNAUDITED FINANCIAL RESULTS**

We have reviewed the accompanying statement of Unaudited Financial Results of **MAHINDRA UGINE STEEL COMPANY LIMITED** ("the Company") for the quarter and nine months ended December 31, 2012 ("the Statement"). 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.

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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an opinion.

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 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.

Further, we also report that we have traced the number of shares as well as the percentage of shareholdings in respect of aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged /encumbered shares and non-encumbered shares 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 undisputed investor complaints from the details furnished by the Management/ Registrar.

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



Rajesh K. Hiranandani
Partner
(Membership No. 36920)

Mumbai: 1st February, 2013

