नालको NALCO

BY SPEED POST

NBC/S/4.5(A)/2013/ 362
Date : 27.05.2013

To
The Manager,
Listing Department
National Stock Exchange of India Ltd.,
"Exchange Plaza", C-1, Block - G,
Bandra- Kurla Complex,
Bandra (E),Mumbai – 400 051. Fax Nos. 022-26598237/26598238

Sub: a) Submission of Audited Financial Results & Statement of Assets & Liabilities for the quarter and year ended 31.03.2013

b) Recommendation of Final Dividend

Dear Sir,

1.0 This has reference to the correspondence resting with our letter No.NBC/S/4.5(A)/2013/313 dtd.13.05.2013 on the above subject.

2.0 In terms of revised Clause 41 and clause 19 of the Listing Agreement, please find enclosed a copy of the audited Financial Results for the quarter and year ended 31.03.2013. These were approved and adopted by the Board in their meeting held on 27.05.2013. Necessary publication is also being made on local & English dailies.

3.0 Enclosed also please find a copy of Auditors' Report given by the Statutory Auditors on the Audited Financial Results of our Company for the year ended 31.03.2013.

4.0. The Board of Directors have also recommended for payment of final dividend @ ₹ 0.50 per share on the equity share capital (10% on face value of ₹ 5 each) in addition to interim dividend of ₹ 0.75 per share already paid during March, 2013 on equity share capital (15% on face value of ₹ 5 each) subject to the approval of shareholders in the ensuing 32nd Annual General Meeting.

Thanking you,

Yours faithfully,
For National Aluminium Co. Ltd.

(K. N. RAVINDRA)
COMPANY SECRETARY

नेशनल एल्यूमिनियम कम्पनी लिमिटेड
(भारत सरकार का उद्यम)
निगम कार्यालय
नालको भवन, नयापल्ली, भुवनेश्वर -751 013 भारत

National Aluminium Company Limited
(A Government of India Enterprise)
REGISTERED OFFICE
NALCO Bhawan, Nayapalli, Bhubaneswar - 751 013, INDIA
www.nalcoindia.com

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NATIONAL ALUMINIUM COMPANY LIMITED

(Rs. in Crore)

PART-I

Statement of Audited Results for the Quarter and Year Ended 31/03/2013

	Particulars	Quarter Ended			Year Ended	
		31/03/2013	31/12/2012	31/03/2012	31/03/2013	31/03/2012
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
1	**Income from operations**					
	(a) Net sales/income from operations (Net of excise duty)	1,835.17	1,670.06	1,753.41	6,809.45	6,500.27
	(b) Other operating income	32.10	22.76	31.11	107.03	111.30
	Total income from operations (net)	1,867.27	1,692.82	1,784.62	6,916.48	6,611.57
2	**Expenses**					
	(a) Cost of materials consumed	296.01	264.23	248.37	1,167.83	1,030.78
	(b) Power and Fuel	488.93	585.22	508.92	2,432.27	2,196.68
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	9.08	34.71	92.92	(64.25)	2.71
	(d) Employee benefits	285.43	289.49	255.57	1,153.93	1,034.54
	(e) Depreciation and amortisation	136.05	123.11	123.19	505.43	486.55
	(f) Other expenses	366.19	336.51	372.06	1,319.83	1,201.46
	Total expenses	1,581.69	1,633.27	1,601.03	6,515.04	5,932.72
3	**Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)**	285.58	59.55	183.49	401.44	678.85
4	Other income	118.97	112.68	159.36	511.05	541.67
5	**Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)**	404.55	172.23	342.85	912.49	1,220.52
6	Finance costs	-	0.21	0.76	7.45	0.87
7	**Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)**	404.55	172.02	342.09	905.04	1,219.65
8	Exceptional items	-	-	(63.94)	-	21.90
9	**Profit / (Loss) from ordinary activities before tax (7 ± 8)**	404.55	172.02	406.03	905.04	1,197.75
10	Tax expense					
	(a) Current tax	107.97	58.79	73.67	263.30	237.94
	(b) MAT Credit Entitlement	-	-	(39.89)	-	(39.89)
	(c) Deferred tax	50.66	(5.71)	90.15	64.02	155.85
	(d) Earlier Years	-	-	-	(5.11)	(5.45)
11	**Net Profit / (Loss) from ordinary activities after tax (9 - 10)**	246.03	118.94	282.10	592.83	849.50
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	**Net Profit / (Loss) for the period (11 ± 12)**	246.03	118.94	282.10	592.83	849.50
14	Paid-up equity share capital (Face Value of Rs.5/- per Share)	1,288.62	1,288.62	1,288.62	1,288.62	1,288.62
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	10,426.46
16	**Earnings per share (of Rs 5/- each) (not annualised):**					
	(a) Basic	0.95	0.46	1.09	2.30	3.30
	(b) Diluted	0.95	0.46	1.09	2.30	3.30
	See accompanying note to the financial results					

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PART II

Select Information for the Quarter and Year Ended 31/03/2013

	Particulars	Quarter Ended			Year Ended	
		31/03/2013	31/12/2012	31/03/2012	31/03/2013	31/03/2012
		(Audited)	(Reviewed)	(Audited)	(Audited)	(Audited)
A	PARTICULARS OF SHAREHOLDING					
1	Public shareholding					
	- Number of shares	488,178,890	331,239,972	331,239,972	488,178,890	331,239,972
	- Percentage of shareholding	18.94	12.85	12.85	18.94	12.85
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 shares (as a % of the total share capital of the company)					
	b) Non - encumbered					
	- Number of shares	2,089,059,622	2,245,998,540	2,245,998,540	2,089,059,622	2,245,998,540
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the company)	81.06	87.15	87.15	81.06	87.15

	Particulars	3 months ended 31/03/2013
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	-
	Received during the quarter	23
	Disposed of during the quarter	23
	Remaining unresolved at the end of the quarter	-

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Statement of Assets and Liabilities

(Rs. in Crore)

	Particulars	As at (31/03/2013) (Audited)	As at (31/03/2012) (Audited)
A	**EQUITY AND LIABILITIES**		
1	Shareholders' funds		
	(a) Share capital	1,288.62	1,288.62
	(b) Reserves and surplus	10,643.83	10,426.46
	Sub-total - Shareholders' funds	11,932.45	11,715.08
2	**Non-current liabilities**		
	(a) Deferred tax liabilities (net)	903.13	849.11
	(b) Other long-term liabilities	70.82	41.41
	(c) Long-term provisions	208.62	238.29
	Sub-total - Non-current liabilities	1,182.57	1,128.81
3	**Current liabilities**		
	(a) Trade payables	503.56	425.90
	(b) Other current liabilities	2,545.70	2,206.01
	(c) Short-term provisions	162.67	44.98
	Sub-total - Current liabilities	3,211.93	2,676.89
	TOTAL - EQUITY AND LIABILITIES	16,326.95	15,520.78
B	**ASSETS**		
1	**Non-current assets**		
	(a) Fixed assets	7,630.81	7,296.79
	(b) Non-current investments	161.04	1.02
	(c) Long-term loans and advances	1,422.80	1,165.15
	(d) Other non-current assets	36.49	35.49
	Sub-total - Non-current assets	9,251.14	8,498.45
2	**Current assets**		
	(a) Current investments	1,329.02	753.24
	(b) Inventories	1,380.64	1,195.80
	(c) Trade receivables	142.99	138.12
	(d) Cash and cash equivalents	3,504.38	4,168.35
	(e) Short-term loans and advances	525.00	515.34
	(f) Other current assets	193.78	251.48
	Sub-total - Current assets	7,075.81	7,022.33
	TOTAL - ASSETS	16,326.95	15,520.78

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Segmentwise Revenue, Results and Capital Employed :
(Under clause 41 of listing agreement)

(Rs. in Crore)

Sl. No.	Particulars	Quarter ended 31st Mar'13 (Audited)	Quarter ended 31st Dec'12 (Reviewed)	Quarter ended 31st Mar'12 (Audited)	Year ended 31st Mar'13 (Audited)	Year ended 31st Mar'12 (Audited)
1	2	3	4	5	6	7
1	**Segment Revenue :**					
	a) Chemicals	835.03	709.67	776.02	2,952.88	2,655.77
	b) Aluminium	1,242.36	1,278.93	1,262.71	5,016.39	4,968.05
	c) Electricity	476.45	487.77	509.34	1,942.46	1,976.51
	d) Unallocated Common	2.64	-	-	2.64	-
	Total :	2,556.48	2,476.37	2,548.07	9,914.37	9,600.33
	Less: Inter segment revenue	721.31	806.31	794.66	3,104.92	3,100.06
	Net sales / Income from operations	1,835.17	1,670.06	1,753.41	6,809.45	6,500.27
2	**Segment Results :**					
	Profit before tax and interest :					
	a) Chemicals	203.76	126.92	171.88	561.20	590.11
	b) Aluminium	59.67	(21.54)	(16.47)	(34.19)	(16.19)
	c) Electricity	87.06	13.84	145.90	116.61	286.83
	Sub-total :	350.49	119.22	301.31	643.62	860.75
	Less: Interest & financing charges	-	0.21	0.76	7.45	0.87
	Add. Other unallocated income net of unallocated expenses	54.06	53.01	105.48	268.87	337.87
	Total Profit before Tax :	404.55	172.02	406.03	905.04	1,197.75
3	**Capital Employed (assets - liabilities)**					
	a) Chemicals	2,846.95	2,781.33	2,706.46	2,846.95	2,706.46
	b) Aluminium	3,203.24	3,299.62	3,180.38	3,203.24	3,180.38
	c) Electricity	1,395.48	1,404.38	1,545.68	1,395.48	1,545.68
	d) Unallocated Common	5,389.91	5,433.62	5,131.67	5,389.91	5,131.67
	Total .	12,835.58	12,918.95	12,564.19	12,835.58	12,564.19

1) Above financial results have been examined by Audit Committee and approved by the Board in the meeting held on 27th May,2013

2) After disinvestment of shares held by Govt of India during fourth quarter of current year,the share holding by Govt.of India has come down to 208,90,59,622 equity shares (81.06%)

3) The Board has recommended final dividend of 10% (Rs 0.50) per equity share of Rs.5 each, subject to approval of the members in the ensuing Annual General Meeting..

4) During the quarter the company has commissioned 50.4 MW wind power plant at Gundikota in the state of Andhra Pradesh at a cost of Rs.271 crore.

5) The figures of last quarter for the current year and for the previous year are the balancing figures in respect of the full financial year ended 31st March and the unaudited published year to date figures up to the third quarter ended 31st December,which were subject to limited review.

6) Figures pertaining to previous period's have been regrouped and rearranged, wherever necessary.

Place . New Delhi
Dated : 27th May,2013

27/5/13
(A.Das)
Chairman Cum Managing Director

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AGASTI & ASSOCIATES
Chartered Accountants
Plot No.97, Bhoinagar
Bhubaneswar-751 022
Phone No.0674-2542828
E-mail: agasti_associates@yahoo.com

C.K. PRUSTY & ASSOCIATES
Chartered Accountants
10, Rajarani Colony,
Bhubaneswar-751 014
Phone No.0674-2433184
E-mail: prusty ck@gmail.com

INDEPENDENT AUDITORS' REPORT

To
THE MEMBERS OF
NATIONAL ALUMINIUM COMPANY LIMITED,

Report on the Financial Statement

We have audited the accompanying financial statements of National Aluminium Company Limited, ("the Company"), which comprise the Balance Sheet as at 31st March, 2013, the Statement of Profit & Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the Accounting Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

AGASTI & ASSOCIATES Bhubaneswar

C.K. PRUSTY & ASSOCIATES

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Opinion

In our opinion and to the best of our information according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;

b) In the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date, and

c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of Sub-section (4A) of Section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by Section 227(3) of the Act, we report that:

   a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

   b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

   c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;

   d. In our opinion, the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in Sub-section (3C) of Section 211 of the Companies Act, 1956; and

   e. In terms of Government of India, Ministry of Finance, Department of Company Affairs, Notification No.GSR 829 (E) dated 21st October, 2003, Government Companies are exempt from the applicability of provisions of Section 274 (1)(g) of the Companies Act, 1956;

For Agasti & Associates
Chartered Accountants
Firm Registration No. 313043E

AGASTI & ASSOCIATES Chartered Accountants Bhubaneswar

CA. M. Bandyopadhyay
Partner
Membership No.050968

For C.K. Prusty & Associates
Chartered Accountants
Firm Registration No. 323220E

CA. G.V. Jayabal
Partner
MembershipNo.015616

C.K. PRUSTY & ASSOCIATES FRN-323220E Chartered Accountants

Place:New Delhi
Dated 27th May' 2013

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ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT
(Referred to in paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

i) In respect of Fixed Assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) All the movable assets have been physically verified by a Firm of Chartered Accountants during the year;

Non-movable assets have been physically verified by the Management at an interval of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets;

As informed to us, no material discrepancies between book records and physical assets have been noticed;

(c) In our opinion and according to the information and explanations given to us, the Company has not disposed off a substantial part of fixed assets during the year and the going concern status of the Company has not been affected;

ii) In respect of Inventories:

(a) As explained to us, all inventories, except stocks relating to expansion project, stocks lying with third parties and stocks in-transit have been physically verified by a Firm of Chartered Accountants at reasonable intervals during the year;

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed are reasonable and adequate in relation to the size of the Company and the nature of its business;

(c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of inventory. The discrepancies noticed on physical verification between physical stocks and book records were not material;

iii) According to the information and explanations given to us, the Company has neither granted nor taken any loans, secured or unsecured, to/from Companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, clauses (iii) (a) to (g) of paragraph 4 of the Order are not applicable;

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iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of inventory, fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system;

v) According to the information and explanations given to us, the Company has not entered into any contract or arrangement which requires to be entered in the register maintained under Section 301 of the Companies Act, 1956. Hence clause (v) (b) of paragraph 4 of the Order is not applicable;

vi) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public within the meaning of sections 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Rules framed thereunder;

vii) In our opinion, the Company has an internal audit system commensurate with the size of the Company and the nature of its business;

viii) We have broadly reviewed the books of account maintained by the Company, pursuant to the Companies (Cost Accounting Records) Rule, 2011 prescribed by the Central Government for the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 in respect of manufacturing activities and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate and complete;

ix) (a) According to the information and explanations given to us and on the basis of our examination of the books of account, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and Electricity Duty with the appropriate authorities;

According to the information and explanations given to us, no undisputed amounts are payable in respect of Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and any other material statutory dues as at 31st March, 2013 for a period of more than six months from the date they became payable;

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(b) According to the information and explanations given to us, disputed statutory dues which have not been deposited as on 31st March' 2013 are as under:

Name of the Statute	Nature of Dues	Amount disputed (₹ in crore)	Amount deposited (₹ in Crore)	Forum where disputes are pending
Sales Tax	Sales Tax	187.37	31.11	Commissioner
		183.64	53.73	Tribunal
		162.77	30.29	High Court
		533.78	**115.13**	
Entry Tax	Entry Tax	107.78	31.83	Commissioner
		29.18	20.94	Tribunal
		7.84	3.51	High Court
		144.80	**56.28**	
Central Excise Act,1944	Excise Duty			
		12.38	2.51	Commissioner
		26.51	0.62	Tribunal
		59.26	0.00	High Court
		98.15	**3.13**	
Customs Act, 1962	Customs Duty			
		0.76	0.01	Commissioner
		0.16	0.00	Tribunal
		0.92	**0.01**	
Income Tax Act, 1961	Income Tax			
		378.54	316.93	Commissioner
		107.65	104.83	High Court
		486.19	**421.76**	
	Total:	**1263.84**	**596.31**	

x) The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year and in the immediately preceding financial year;

xi) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institutions or banks or debenture holders;

xii) According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities;

xiii) In our opinion and according to information and explanations given to us, the Company is not a chit fund/nidhi/mutual benefit fund/society. Therefore, the provisions of clause (xiii) of paragraph 4 of the Order is not applicable to the Company;

xiv) The Company is not dealing or trading in shares, securities, debentures and other investments. Therefore the provisions of clause 4 (xiv) of the Order is not applicable to the Company;

xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions,

xvi) According to the information and explanations given to us, the Company has not raised any term loan during the year;

xvii) According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company, we report that no funds raised on short-term basis have been used for long term investment;

xviii) According to the information and explanations given to us, the Company has not made preferential allotment of shares to parties and Companies covered in the register maintained under Section 301 of the Companies Act, 1956;

xix) According to the information and explanations given to us, the Company has not issued any debentures during the year;

xx) According to the information and explanations given to us, the Company has not raised any money by way of public issues during the year;

xxi) According to the information and explanations given to us, no [illegible] fraud on or by the Company has been noticed or reported during the year.

For Agasti & Associates
Chartered Accountants
Firm Registration No. 313043E

CA. M. Bandyopadhyay
Partner
Membership No.050968

For C.K. Prusty & Associates
Chartered Accountants
Firm Registration No. 323220E

CA. G.V. Jayabal
Partner
MembershipNo.015616

Place: New Delhi
Dated 27th May' 2013