



NEYVELI LIGNITE CORPORATION LIMITED

(A Government of India Enterprise)

Office of the Chairman-cum-Managing Director

Regd. Office: Nayveli House, No.135, Periyar EVR High Rd., CHENNAI-600 010.
Corporate Office: Block-I, Neyveli-607 801, Cuddalore District, Tamil Nadu.

Phone: 04142/252205. Fax: 04142-252645, 252646

10.02.2012

Lr.No.Secy/CI.41/2012

To

The National Stock Exchange of India Ltd

Plot No.C/1,G Block

Bandra-Kurla Complex

Bandra(E)

MUMBAI-400051

Dear sirs,

Scrip Code : NEVELIIG

Sub: Unaudited Financial Results for the quarter and nine months ended 31st December 2011 & Limited Review Report.

As required under Clause 41 of the Listing Agreement, we furnish herewith a copy of the Unaudited financial results for the quarter and nine months ended 31st December 2011 which was approved by the Board of Directors at the meeting held on 10th February 2012.

We also furnish a copy of the Limited Review Report in respect of the above Unaudited financial results given by M/s. L.U.Krishnan & Co., Chartered Accountants and M/s.Sreedhar,Suresh & Rajagopalan, Chartered Accountants together with our reply for the remarks made by the Auditors in the review report referred above, for your records.

Thanking you,

Yours faithfully,
for Neyveli Lignite Corporation Limited

[Signature]
Company Secretary
10/02/2012

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SL. NO.	DESCRIPTION	31-12-2011	30-09-2011	31-12-2010	31-12-2011	31-12-2010	NINE MONTHS ENDED	YEAR ENDED
1	a) (Net Sales/Income from operations)	104599	115683	86921	336087	307784	394908	394908
2	Expenditure :							
a)	(Inc)/dec. in stock in trade & work in progress	2767	(1535)	1809	(1050)	537	(664)	
b)	Consumption of stores, spares & fuel	15150	15468	14625	43712	41100	51093	
c)	Employees Cost	43661	43324	40348	136412	112951	140079	
d)	Depreciation	9099	9010	9557	27650	29488	41287	
e)	Other expenditure	20269	21181	19036	61396	58324	75437	
f)	Prior period items	0	(256)	(7)	(256)	457	349	
	Total	90946	87192	85368	267864	242857	307581	
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2) *	13653	28691	1553	68723	64927	87327	
4	Other Income	13529	13767	13092	54207	40981	97035	
5	Profit before Interest and Exceptional Items (3+4)	27102	42458	14645	122430	105908	184362	
6	Interest	2834	2990	2612	10082	7891	15907	
7	Profit after Interest but before Exceptional Items (5-6)	24268	39468	12033	112348	98017	168455	
8	Exceptional Items	0	0	0	0	0	0	
9	Profit (+)/Loss (-) before Tax (7+8)	24268	39468	12033	112348	98017	168455	
10	Tax expense	5854	11633	2426	31736	26829	38622	
11	Net Profit (+)/Loss (-) from Ordinary Activities after tax (9-10)	18494	27835	9607	80612	71188	129833	
12	Extraordinary Items (Net of tax)	0	0	0	0	0	0	
13	Net Profit (+)/Loss (-) for the period (11-12)	18494	27835	9607	80612	71188	129833	
14	Paid-up equity share capital (Face Value Rs. 10/-)	167771	167771	167771	167771	167771	167771	
15	Reserves excluding Retention Reserves as per balance sheet of previous accounting year.							
16	Earnings Per Share (EPS)							
	a) Basic and diluted EPS before Extraordinary Items	1.10	1.66	0.57	4.80	4.24	7.74	
	b) Basic and diluted EPS after Extraordinary Items	1.10	1.66	0.57	4.80	4.24	7.74	

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2011

NEVELI LIGNITE CORPORATION LIMITED, NEVELI



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	Quarter ended			Nine Month ended			(Rs. in lakhs)
	31-12-2011	30-09-2011	(Unaudited) 31-12-2010	31-12-2011	31-12-2010	(Unaudited) 31-03-2011	
1. Segment Revenue	83641	92116	68547	236515	270279	287484	
a. Lignite Mining							
b. Power Generation	98891	107798	85336	296935	316148	380009	
Total	182532	199914	153883	533450	586427	667493	
Less: Inter Segment Revenue	77933	84031	66962	225666	250340	272585	
Net Sales/Income from operations	104599	115883	86921	307784	336087	394908	
2. Segment Results							
(Profit)/+/- Loss(-) before tax and Interest from each Segment	14006	22919	6288	54462	65800	94717	
a. Lignite Mining							
b. Power Generation	5140	10372	1053	24925	19020	48343	
Less:	19146	33291	7341	79387	84820	143060	
Interest	2834	2990	2612	7891	10082	15907	
Add:							
Other un-allocable income							
net off un-allocable expenditure	8036	9167	7304	26521	37610	41302	
Total Profit Before Tax	24348	39468	12033	98017	112348	168455	
3. Capital Employed							
(Segment assets-Segment Liabilities)							
a. Lignite Mining	374793	375685	289009	289009	374793	347051	
b. Power Generation	491915	376870	312519	312519	491915	333047	
c. Unallocated incl. work in progress	331357	427016	502127	502127	331357	437355	
Total	1198065	1179571	1103655	1103655	1198065	1117453	

Segment wise Revenue, Results and Capital Employed, under clause 41 of the Listing Agreement.

NEVELL LIGNITE CORPORATION LIMITED, NEVELL

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M. No. 24314

Partner.

(K. SREEDHAR)

Chartered Accountants,
Firm Regn. No. 003957SFor M/s. SREEDHAR, SURESH &
RAJAGOPALAN,

M. No. 00759

Partner.

(RAGHORAMURTHY)

Chartered Accountants,
Firm Regn. No. 001527S

For M/s. L.U. KRISHNAN & Co.,

Place: Chennai.
Date: 10-02-2012.

4. Based on our review conducted as indicated in para 2 and with the exception of the matter described in the preceding paragraph nothing has come to our attention 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.

c. Non-compliance of AS-11 on Effect of Changes in Foreign Exchange Rates prescribed under Companies (Accounting Standards) Rules, 2006 in the unaudited financial results (refer Note. (ii)).

b. Note (i)(b) of unaudited financial results on revision in transfer price of lignite for energy charges of power tariff on account of adjustment of the normative to the actual at the end of the tariff period is not ascertainable.

a. Note (i)(a) of unaudited financial results on sale of power to SHBs, regarding provisional accounting of power tariff. Pending finalization of tariff by Central Electricity Regulatory Commission (CERC), the power tariff is provisionally accounted based on guidelines of Ministry of Coal on Lignite transfer price for energy charges and CERC norms for capacity charges in respect of power exported from Thermal Power Station-I, the effect of which is not ascertainable at this stage.

3. Attention is invited to

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Engagements to Review interim Financial Statements 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 misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

1. We have reviewed the accompanying statement of unaudited financial results of M/s. Neyveli Lignite Corporation Limited for the period ended 31.12.2011 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 audited by us. 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 these financial statements based on our review.

Review Report to M/s. NEYVELL LIGNITE CORPORATION LIMITED, NEYVELL.

M/s. L.U. KRISHNAN & Co., Chartered Accountants, 3-1, West Club Road, Shenoy Nagar, Chennai - 600 030	M/s. SREEDHAR, SURESH & RAJAGOPALAN, Chartered Accountant, 3 B, Green Heaven, 26 Third main road, Gandhi Nagar, Adyar, Chennai-600 020
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LIMITED REVIEW REPORT

ANNEXURE - II

EXPLANATORY STATEMENT FOR THE REMARKS OF AUDITORS MADE IN THE LIMITED REVIEW REPORT FOR THE QUARTER ENDED 31st DECEMBER, 2011.

AUDITOR'S REMARKS	REPLY
a. Note (i)(a) of unaudited financial results on sale of power to SEBs, regarding provisional accounting of power tariff. Pending finalization of tariff by Central Electricity Regulatory Commission (CERC), the power tariff is provisionally accounted based on guidelines of Ministry of Coal on Lignite transfer price for energy charges and CERC norms for capacity charges in respect of power exported from Thermal Power Station-I, the effect of which is not ascertainable at this stage.	" Pending finalization of tariff for Thermal Power Station-I by Central Electricity Regulatory Commission (CERC), sale of power has been provisionally accounted based on the guidelines issued by Ministry of Coal on Lignite transfer price for energy charges and other relevant CERC's norms and parameters for capacity charges". This fact has been disclosed in the ' Note No:(i)(a)' of the results published. On finalization of tariff by CERC, impact, if any, not ascertainable at this stage, will be considered.
b. Note (i)(b) of unaudited financial results on revision in transfer price of lignite for energy charges of power tariff on account of adjustment of the normative to the actual at the end of the tariff period is not ascertainable.	Revision of power tariff on account of actual instead of normative parameters will be reckoned on receipt of CERC approval at the end of the tariff period. This fact has been disclosed in the ' Note No:(i)(b)' of the results published.

e. *Non-compliance of AS-11 on Effect of Changes in Foreign Exchange Rates prescribed under Companies (Accounting Standards) Rules, 2006 in the unaudited financial results (refer Note, (ii)).*

As stated in the 'Note No: ii' of the results, this will be done at the year-end.

t/t