

LIMITED REVIEW REPORT

To
The Board of Directors,
NMDC Ltd.
Hyderabad.

We have reviewed the accompanying statement of financial results of **NMDC Ltd.**, for the period ended **31ST DECEMBER, 2014** into which are incorporated the accounts of Seven Projects/Units reviewed by Branch auditors and in respect of Head Office, R&D lab and Sponge Iron Unit, these accounts were reviewed by us 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.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and other recognised 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 VENUGOPAL & CHENYOY
Chartered Accountants
FRN No:004671S



P. V. Srihari

(P.V.SRIHARI)
Partner
Membership No. 21961

Place: New Delhi
Date: 06-02-2015



CIN: L13100AP1958GOI001674

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31-12-2014

(Rs. In crores)

Particulars	Unaudited			Unaudited		Audited
	Three months ended			Nine months ended		Year to date
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
1. Income from operations						
(a) Net Sales/income from operations (net of excise duty)	2,944.39	3,102.24	2,821.53	9,521.13	8,168.77	12,052.29
(b) Other operating income	1.66	2.81	1.64	6.70	4.94	5.91
Total Income from operations (net)	2,946.05	3,105.05	2,823.17	9,527.83	8,173.71	12,058.20
2. Expenses						
(a) Consumption of raw materials	7.44	7.91	8.78	21.50	20.65	26.50
(b) Consumption of Stores & spares	77.51	65.12	83.28	198.92	207.43	346.31
(c) Changes in inventories of finished goods and work -in- progress	(183.19)	50.42	(5.82)	(82.38)	66.05	(14.27)
(d) Employee Benefit expense	180.98	198.26	157.35	560.04	450.35	706.20
(e) Royalty & Cess	460.49	269.68	225.55	1,001.66	631.56	960.43
(f) Selling Exps incl. Freight out	240.56	309.40	243.17	880.92	900.68	1,347.41
(g) Depreciation and Amortisation	53.26	40.92	36.17	134.20	107.31	150.41
(h) Other Expenses	214.06	198.23	208.05	590.82	595.24	914.16
Total expenses	1,051.11	1,139.94	956.53	3,305.68	2,979.27	4,437.15
3. Profit from operations before Other income, finance cost & exceptional items (1-2) :	1,894.94	1,965.11	1,866.64	6,222.15	5,194.44	7,621.05
4. Other income	525.14	526.84	507.70	1,539.21	1,566.98	2,094.52
5. Profit from ordinary activities before finance costs and exceptional items (3+4) :	2,420.08	2,491.95	2,374.34	7,761.36	6,761.42	9,715.57
6. Finance cost	-	-	-	-	-	1.85
7. Profit from ordinary activities after finance costs but before exceptional items (5-6) :	2,420.08	2,491.95	2,374.34	7,761.36	6,761.42	9,713.72
8. Exceptional Items	0.00	112.19	-	57.60	-	(45.48)
9. Profit from ordinary activities before Tax (7-8)	2,420.08	2,379.76	2,374.34	7,703.76	6,761.42	9,759.20
10. Tax expense	827.07	813.01	807.04	2,628.99	2,303.48	3,339.12
11. Net Profit from ordinary activities after tax (9 -10)	1,593.01	1,566.75	1,567.30	5,074.77	4,457.94	6,420.08
12. Extraordinary Items (net of tax expense)	-	-	-	-	-	-
13. Net Profit for the period (11-12) :	1,593.01	1,566.75	1,567.30	5,074.77	4,457.94	6,420.08
14. Paid-up Equity Share Capital :	396.47	396.47	396.47	396.47	396.47	396.47
Face value per share	Re 1/	Re 1/	Re 1/	Re 1/	Re 1/	Re 1/-
15. Reserves excluding revaluation reserves						29,591.83
16.i & ii EPS for the period (Rs.)-Basic and diluted before and after extraordinary items	4.02	3.95	3.95	12.80	11.24	16.19
	(Not Annualised)					(Annualised)

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PART II						
SELECT INFORMATION FOR THE QUARTER ENDED 31-12-2014						
Particulars	Unaudited			Unaudited		Audited
	Three months ended			Nine months ended		Year to date
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
A. PARTICULARS OF SHAREHOLDING						
1. Public share holding						
- Number of Shares	792,769,700	792,769,700	792,769,420	792,769,700	792,769,420	792,769,700
- Percentage of shareholding	20	20	20	20	20	20
2. Promoters and Promoter group shareholding						
a) Pledged/Encumbered						
- Number of Shares	-	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	0	0	0	0	0
- Percentage of shares (as a % of the total share capital of the company)	-	0	0	0	0	0
b) Non Encumbered						
- Number of Shares	3,171,946,300	3,171,946,300	3,171,946,580	3,171,946,300	3,171,946,580	3,171,946,300
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the company)	80	80	80	80	80	80
Particulars	Three months ended 31-Dec-2014					
B. INVESTOR COMPLAINTS						
Pending at the beginning of the quarter	NIL					
Received during the quarter	27					
Disposed of during the quarter	27					
Remaining unresolved at the end of the quarter	NIL					

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

Particulars	Unaudited			Unaudited		Audited
	Three months ended			Nine months ended		Year to date
	31-Dec-14	30-Sep-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Mar-14
1. Segment Revenue (net sale /income from each segment)						
a) Iron Ore	2,907.79	3,059.21	2,796.98	9,406.73	8,086.01	11,925.79
b) Other Minerals & Services	41.07	45.84	35.95	124.38	107.61	158.68
Total	2,948.86	3,105.05	2,832.93	9,531.11	8,193.62	12,084.47
Less: Inter segment revenue	2.81	0.00	9.76	3.28	19.91	26.27
Net sales / income from operations	2,946.05	3,105.05	2,823.17	9,527.83	8,173.71	12,058.20
2. Segment Results (profit (+) / loss (-) before tax and interest from each segment)						
a) Iron Ore	1,935.12	1,996.81	1,949.24	6,334.11	5,400.03	7,910.81
b) Other Minerals & Services	7.32	-10.00	-2.99	-2.99	-8.28	37.99
Total	1,942.44	1,986.81	1,946.25	6,331.12	5,391.75	7,948.80
i) less : Interest	-	-	-	-	-	(1.85)
ii) Add : Other unallocable income net off unallocable expenditure	477.64	392.95	428.09	1,372.64	1,369.67	1,812.25
Total Profit before Tax	2,420.08	2,379.76	2,374.34	7,703.76	6,761.42	9,759.20
3. Capital Employed (Segment assets-Segment Liabilities)						
a) Iron Ore	3,973.68	3,764.20	3,232.54	3,973.68	3,232.54	3,570.38
b) Other Minerals & Services	115.49	117.04	98.42	115.49	98.42	156.07
c) Other offices	29,627.88	29,674.20	27,350.21	29,627.88	27,350.21	26,363.73
Total	33,717.05	33,555.44	30,681.17	33,717.05	30,681.17	30,090.18

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NOTES :

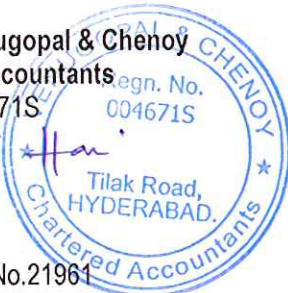
1. The financial results have been reviewed and recommended by the Audit Committee at its meeting held on 05-Feb-2015 and approved by the Board of Directors at its meeting held on 06- Feb-2015.
2. The company adopted Schedule II depreciation rates with effect from 01.04.2014. Consequently, the depreciation effect on the opening value of the asset to the extent of Rs.13.65cr has been adjusted against Reserve and Surplus and that of the current period amounting to Rs. 10.12 cr is charged to revenues.
3. The details of exceptional items Rs.57.60cr (net) are as under :
 - i) A defined Contribution Pension scheme for employees of the company, with effect from 1st Jan 2007, was introduced during the current quarter. The anticipated expenditure on this account pertaining to earlier period i.e. Jan'2007 to Mar'2014 of about Rs.112.17 cr is included in 'Exceptional Items'.
 - ii) As per the direction of Honorable Supreme Court dated 26.05.2014 the monitoring committee is required to pay interest at the rate of 8% per annum on 80% of the sale proceeds for the period between the realization of sales proceeds & passing on the same to NMDC. Considering the above, interest income receivable from the Committee for earlier period i.e. from Oct'2011 to Mar'2014 amounting to Rs.54.59 is included in 'Exceptional Items'. The same was accounted under 'Other Income' in 1st quarter.
4. Employee benefit expense of current period includes Rs.19.02 towards implementation of the Defined Contribution Pension scheme.
5. Other income of current period includes interest income receivable from Monitoring Committee for Rs.18.49 cr
6. The Board of Directors has approved in its meeting held on 06-Feb-2015, a Second Interim dividend of Rs. 4.25 per equity share of Re 1/-, for the financial year 2014-15. With this for the current financial year, the total interim dividend declared by the company is Rs. 7.25 per equity share
7. Figures for the previous period have been regrouped wherever considered necessary so as to conform to the classification of the current period.
8. The financial results have been reviewed by the Statutory Auditors as required under clause 41 of the listing agreement.

No variation has been found between the unaudited and the Limited Review figures.

As per our review report of even date attached.

For M/s. Venugopal & Cheno
Chartered Accountants
FRN No.004671S

(P.V. Srihari)
Partner
Membership No.21961
Place : New Delhi
Date : 06-Feb-2015



For and on behalf of
NMDC Limited

(Narendra Kothari)
Chairman-cum-Managing Director