

PRAKASH STEELAGE LTD.



Manufacturers & Exporters of Stainless Steel Welded, Seamless Pipes, Tubes & U-Tubes

An ISO 9001-2008, ISO 14001-2004, OHSAS 18001-2007, PED Certified and AD-2000
Merkblatt W O EIL, Lloyds, IBR Approved and Government Recognised Export House

Regd. Office : 701, Mahalaxmi Chambers, Bhulabhai Desai Road, Mumbai - 400 026, India
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Website : www.prakashsteelage.com

28th May, 2011

National Stock Exchange of India Ltd.

Exchange Plaza, Plot no. C/1,
G Block, Bandra Kurla Complex,
Bandra (East), Mumbai - 400 051

Dear Sir

This is to inform that in the Board Meeting held today, the Board has adopted the Audited Financial Results for the financial year ending 31st March 2011, after review of the same by the Audit Committee. The copy of the same is enclosed herewith for your records.

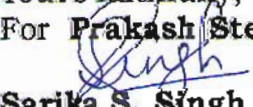
In the above Meeting, the Board also inter alia considered and approved the following matters in respect of the forthcoming 20th Annual General Meeting of the Company:

1. Recommended a dividend @ 10% (i.e. Rs. 1.00 per eq. share of Rs. 10/- each) for the financial year ending 31st March 2011, subject to the approval of the shareholders at the AGM
2. Fixed the date, time of the ensuing 20th Annual General Meeting (AGM) as - Friday, August 12, 2011 at 11.30 A. M.
3. Approved Notice for calling AGM, Directors' Report, Corporate Governance Report and Management Discussion & Analysis Report,
4. Decided the Book Closure Dates from Wednesday, 10th August 2011 to Friday, 12th August 2011 (both days inclusive), for ascertaining dividend entitlement.

You are requested to take the same on your record.

Thanking you,

Yours faithfully,
For **Prakash Steelage Ltd.**


Sarika S. Singh
Company Secretary

PRAKASH STEELAGE LIMITED				
Registered Office : 701, " Mahalaxmi Chambers", Bhulabhai Desai Road, Mahalaxmi, Mumbai -400026.				
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011				
Sr No	Particulars	Quarter ended	Year Ended	(Rupees In lacs)
		31/03/2011	31/03/2011	Previous Accounting Year ended
		(Un-audited)	(Audited)	31/03/2010 (Audited)
1	(a) Gross Sales / Income from operations	20,564.82	56,915.48	45,396.22
	Less: Excise Duty	758.43	2,485.58	1,685.84
	Net Sales / Income from operations	19,806.40	54,429.92	43,710.38
	(b) Other operating income	56.84	187.43	148.25
	TOTAL	19,863.24	54,617.35	43,858.63
2	EXPENDITURE :			
a	Increase / (Decrease) in Stock in trade and work in progress	(30.51)	(2,748.78)	293.34
b	Consumption of Raw Material	6,252.02	19,646.04	15,047.57
c	Consumption of Stores & Spares	402.58	1,061.12	856.53
d	Purchase of traded goods	11,015.33	28,782.11	21,526.08
e	Employees Cost	193.60	703.97	518.88
f	Depreciation	145.17	448.34	383.59
g	Other Expenses	480.67	1,818.41	1,598.68
	TOTAL	18,458.85	49,711.22	40,224.67
3	PROFIT FROM OPERATIONS BEFORE OTHER INCOME, INTEREST & EXCEPTIONAL ITEMS (1-2)	1,404.38	4,906.13	3,633.96
4	Other Income	14.70	42.58	230.67
5	PROFIT BEFORE INTEREST & EXCEPTIONAL ITEMS (3+4)	1,419.09	4,948.71	3,864.63
6	Interest			
a	Interest expense	575.68	1,519.75	1,166.24
b	Interest income	71.04	303.25	45.31
c	Interest expense (net) c = (a)-(b)	504.64	1,216.50	1,120.93
7	PROFIT/(LOSS) AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (5-6)	914.44	3,732.21	2,743.70
8	EXCEPTIONAL ITEMS	-	-	-
9	PROFIT/(LOSS) FROM ORDINARY ACTIVITIES BEFORE TAX (7-8)	914.44	3,732.21	2,743.70
10	Tax expense-			
	Current Tax	278.95	1,128.95	890.00
	Deferred tax	15.99	100.71	68.36
	Wealth Tax	0.63	0.63	0.48
	Income / fringe benefit / wealth tax for earlier year	(3.31)	13.43	21.97
	Total	292.26	1,243.72	980.81
11	NET PROFIT/(LOSS) FROM ORDINARY ACTIVITIES AFTER TAX (9-10)	622.18	2,488.49	1,762.89
12	EXTRAORDINARY ITEMS (Net of tax expenses)	-	-	-
13	NET PROFIT/(LOSS) FOR THE PERIOD (11-12)	622.18	2,488.49	1,762.89
14	PAID UP EQUITY SHARE CAPITAL (FACE VALUE RS.10/- PER SHARE)	1,750.00	1,750.00	1,125.00
15	RESERVES EXCLUDING REVALUATION RESERVE AS PER BALANCE SHEET OF PREVIOUS ACCOUNTING YEAR		12,041.75	3,962.63
16	EARNING PER SHARE (EPS)			
	Basic & diluted EPS before extraordinary items for the period for the year to date and for the previous year (in Rs.)	3.56	16.50	15.67
	Basic & diluted EPS after extraordinary items for the period for the year to date and for the previous year (in Rs.)	3.56	16.50	15.67

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011

Sr No	Particulars	Quarter ended	Year Ended	(Rupees In lacs)
		31/03/2011	31/03/2011	Previous Accounting Year ended
		(Un-audited)	(Audited)	31/03/2010 (Audited)
17	Public Shareholding			
	Numbers of Shares	6,250,039	6,250,039	-
	Percentage of Shareholding	35.71	35.71	-
18	Promoters and Promoter Group Shareholding			
	a) Pledged / Encumbered			
	Number of shares	-	-	-
	Percentage of share (as a % of the total shareholding of the Promoters and Promoter Group)	-	-	-
	Percentage of share (as a % of the total shareholding of the Company)			
	b)Non-encumbered			
	Number of shares	11,250,000	11,250,000	11,250,000
	Percentage of share (as a % of the total shareholding of the Promoters and Promoter Group)	100.00	100.00	100.00
	Percentage of share (as a % of the total shareholding of the Company)	64.29	64.29	100.00

Notes

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 28th May, 2011.
2. The Company's operations predominantly relate to "Stainless Steel Tubes & Pipes", hence, there is no **separate** reportable **segment** as per Accounting Standard 17 "Segment Reporting" as issued by The Institute of Chartered Accountants of India.
3. During the year ended March 31, 2011, share issue expenses amounting to Rs.520.98 lacs after net off tax of Rs 64.96 lacs i.e. Rs 456.02 lacs has been written off against the balance available in securities premium **account** in terms of section 78 of the Companies Act, 1956.
4. Regarding qualifications of auditors on accounts for the year ended March 31, 2011, penalty on income declared at the time of search operations, carried out by income tax authorities during the **year** 2008-09 has not yet been quantified.
5. The Board of Directors **of the Company** has recommended a final dividend of Re.1/- per equity share of Rs.10/- **each for the financial year** 2010-11.
6. Details of investors' complaints during the year ended 31st March, 2011:
Opening: Nil, Received: 69, Disposed off: 69 and Pending: Nil .
7. These being the first year after the Initial Public Offering, the figures of corresponding previous quarter has not been provided.



8. Audited Statement of Assets and Liabilities as at 31st March, 2011

(Rs. In lacs)		
Particular	AS AT	AS AT
	31/03/2011	31/03/2010
	Audited	Audited
SHAREHOLDERS FUNDS :		
a) Share Capital	1750.00	1125.00
b) Reserves & Surplus	12041.75	3962.63
LOAN FUNDS	15278.12	14111.87
DEFERRED TAX LIABILITY	500.24	451.26
TOTAL	29570.11	19650.76
FIXED ASSETS	7223.47	6244.44
CURRENT ASSETS, LOANS & ADVANCES		
a) Inventories	11592.82	6382.23
b) Sundry Debtors	15219.27	11174.84
c) Cash and Bank Balances	2058.38	946.28
d) Loans & Advances	5163.09	4082.71
e) Other Current Assets	227.12	181.26
Less :		
CURRENT LIABILITIES & PROVISIONS		
a) Current Liabilities	11486.14	8736.62
b) Provisions	427.90	624.38
NET CURRENT ASSETS	22346.64	13406.32
TOTAL	29570.11	19650.76

9. The figures of previous year have been regrouped or rearranged wherever necessary to conform to current year / period's presentation.

For Prakash Steelage Limited


Prakash C. Kanugo

Chairman & Managing Director

Place : Mumbai

Date: 28th May, 2011

Additional Disclosure in accordance with Clause 43 of the Listing Agreement for the quarter

The utilization of issue proceeds from IPO (Rs.6875 lacs)* is as follows :

(Rs. In Lacs)

Particulars of funds utilized for	Projected	Actual
Construction and development costs of projects specified in the prospectus	1938	1075
Additional working capital	4142	3973
General Corporate purposes	340	303
Share issue expenses	455	427
Total	6875	5778

As on March 31, 2011, unutilized funds in the Company amounting to Rs.1097 lacs have been temporarily invested in bank deposits as mentioned in the Prospectus of the Company.

For Prakash Steelage Limited



Prakash C. Kanugo

Chairman & Managing Director

Place : Mumbai

Date: 28th May, 2011