Prakash Industries Limited

Near I.O.C.L. Depot, Najafgarh - Bijwasan Road,
Bijwasan, New Delhi-110061
Tel. : 28062115, 28063838, Fax : 91-11-28062119,
E-mail : pilho@prakash.com, Website : www.prakash.com

PIL/SE/UFR/06/2011-12

11th August, 2011

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No. C/1
G Block,Bandra-Kurla Complex, Bandra (E)
Mumbai - 400051

Fax : 022-26598237 – 38
26598347 – 48

Listing Department
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400001

022-22723121 & 3719
22722037, 39, 41, 61

Sub : **Unaudited Financial Results for the quarter ended 30th June, 2011**

Dear Sir,

We wish to inform you that a meeting of the Board of Directors of the Company held on 11th August, 2011 has approved the Unaudited Financial Results of the Company for the quarter ended 30th June, 2011.

We are enclosing herewith a copy of the said Unaudited Financial Results pursuant to Clause 41 of Listing Agreement. The said results have also been sent for publication.

Company has also given a press release; copy of the same is enclosed.

This is for your information and record please.

Thanking you,

Yours faithfully,
For **Prakash Industries Limited**

(Manoj Agarwal)
Company Secretary

PRAKASH INDUSTRIES LIMITED NEW DELHI

Encl: As above

Prakash Industries Limited

•Regd. Office: 15 Km. Stone, Delhi Road, Hisar -125044 (Haryana) • Head Office : Srivan, Bijwasan, New Delhi - 110061

Unaudited Financial Results for the quarter ended 30th June, 2011

(₹ in lacs)

S. No.	Particulars	Unaudited Quarter ended 30.06.11	Unaudited Quarter ended 30.06.10	Audited Year ended 31.03.11
	Sales/Income from Operations	54576	50785	182115
	Less:Excise Duty	4722	4337	15705
1	**Net Sales/Income from Operations**	49854	46448	166410
2	**Total Expenditure**			
	a) (Increase)/Decrease in stock in trade	(457)	423	(205)
	b) Consumption of raw materials	33244	27992	100886
	c) Manufacturing Expenses	4910	5606	18818
	d) Employees Cost	1780	1827	7779
	e) Depreciation	1643	1685	6725
	f) Other Expenditure	1306	1313	5079
	Total	42426	38846	139082
3	**Profit from Operations before Other Income, Interest & Tax (1-2)**	7428	7602	27328
4	Other Income	52	176	873
5	**Profit before Interest & tax(3+4)**	7480	7778	28201
6	Financial Expenses	34	358	570
7	Expenses Amortised	67	67	270
8	**Profit from Ordinary Activities before tax (5-6-7)**	7379	7353	27361
9	Provision for taxation			
	- Corporate Tax	1476	1466	5490
	- Minimum Alternate Tax Credit Adjustment	(1207)	(1082)	(4837)
10	**Profit from Ordinary Activities after tax (8-9)**	7110	6969	26708
11	Exceptional Items	-	-	-
12	**Net Profit for the period (10-11)**	7110	6969	26708
13	Paid up Equity Share Capital (Face Value ₹10 per share)	13449	12449	13449
14	Reserves Excluding Revaluation Reserves	-	-	143286
15	**Earning Per Share (₹)**			
	- Before Exceptional items(₹)	5.29	5.64	21.07
	- After Exceptional items(₹)	5.29	5.64	21.07
16	Public Shareholding			
	- No.of Shares	72418606	60913937	72748011
	- Percentage of Shareholdings	53.85	48.93	54.09
17	Promoters and Promoter group shareholding			
	a) Pledged / Encumbered			
	- No. 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			
	- No. of shares	62069908	63574577	61740503
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	46.15	51.07	45.91

1	**Segment Revenue**			
	a) Power	8080	7512	30742
	b) Steel	46231	42552	152222
	c) PVC Pipe & Others	3507	3811	13110
	Total	57818	53875	196074
	Less : Inter Segment Revenue	7964	7427	29664
	Net Sales/Income from Operations	49854	46448	166410
2	**Segment Results**			
	Profit before tax and interest from each segment			
	a) Power	5877	5742	23291
	b) Steel	1439	1605	3519
	c) PVC Pipe & Others	164	431	1391
	Total	7480	7778	28201
	Less : Financial Expenses	34	358	570
	Unallocable expenditure	67	67	270
	Total Profit before tax	7379	7353	27361
3	**Capital Employed**			
	(Segment Assets - Segment Liabilities)			
	a) Power	105889	49666	91224
	b) Steel	143929	125530	132399
	c) PVC Pipe & Others	3323	3287	3842
	Total	253141	178483	227465

Highlights for the Quarter

SALES
₹546
Crores

EBIDTA
₹91
Crores

PAT
₹71
Crores

Notes: 1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 11th August, 2011. The Auditors have carried out a limited review of the above results.

2. The Company has received 3 complaints during the quarter from investors and all complaints have been resolved and no complaint is pending.

3. Figures have been regrouped / rearranged wherever considered necessary.

By order of the Board

Vikram Agarwal
Joint Managing Director

Place : New Delhi
Date : 11th August, 2011

Website:www.prakash.com

PRAKASH INDUSTRIES LIMITED

Prakash

New Delhi/ Mumbai, 11th August, 2011

Prakash Industries Limited – Q1FY12 Financial Performance

Q1FY12 Highlights:

- NET SALES Rs. 499 Crore
- EBIDTA Rs. 91 Crore
- PAT Rs. 71 Crore

Prakash Industries Ltd (PIL), a business house with interests in steel & power has reported a strong financial performance for the quarter ended June 30, 2011 (Q1 FY12)

Net Sales/Income from operations during Q1FY12 increased by 7.3% to Rs. 498.5 crore as compared to Rs. 464.5 crore in Q1FY11. The EBIDTA for the quarter stood at Rs. 90.7 crore vis-à-vis Rs. 92.8 crore in Q1FY11

PAT (Profit after Tax) of the Company for Q1FY12 stood at Rs. 71.1 crore as against Rs. 69.7 crore in Q1 FY11. EPS (Earning per share) for the quarter was Rs. 5.29 as against Rs. 5.64 in Q1 FY11.

Particulars	Qtr. ended (Amt. In Rs. Crore)		Growth
	30th June,2011	30th June,2010	%
Net Sales	498.5	464.5	7.3
PAT	71.1	69.7	2.0
EPS (Rs.)	5.29	5.64	--

OPERATIONAL REVIEW

The performance of the Integrated Steel Plant of the company with capacities for Sponge Iron, Steel Melting, Ferro Alloys and Power Generation has been satisfactory despite volatility in the industry witnessed during the quarter.

The sponge iron production has registered an impressive growth of about 23%. Similarly power generation has also gone up by 9%. Sponge iron production and power generation have been highest ever in a quarter.

OUTLOOK

The quarter was challenging in terms of volatility in the input prices and economic uncertainty. Therefore for a company to succeed in challenging times it is imperative to mitigate risks relating to cyclicality and input cost volatility. The company has taken steps that would ensure mitigation going forward. It has taken up plan to diversify into power sector and is setting up a 625 MW power plant in Chhattisgarh in phases. The Company is also planning to expand its steel capacity during FY12 for higher level of integration. An additional sponge iron kiln is ready to be commissioned by the end of Q2FY12 which is expected to bring about a control in the spurt of raw material prices. Also the company has been making continuous efforts to become self-reliant in iron ore supplies. In this direction, various steps have been taken so that the company's iron ore mines may get started soon. These steps along with capacity addition in the sponge iron and power generation are expected to improve upon the operating margin of the company substantially in coming years.

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PRAKASH INDUSTRIES LIMITED