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/Q3/2011-12

3rd February, 2012

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

Company Symbol : PRAKASH

Fax : 022-26598237 – 38
26598347 – 48

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

Company Code : 506022

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

Sub : **Unaudited Financial Results for the quarter ended 31st Dec., 2011**

Dear Sir,

We wish to inform you that a meeting of the Board of Directors of the Company held on 3rd February, 2012 has approved the Unaudited Financial Results and Limited Review Report given by the Auditors on the said results of the Company for the quarter ended 31st December, 2011.

We are enclosing herewith a copy of the said Unaudited Financial Results and copy of the Limited Review Report 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**

PRAKASH INDUSTRIES LIMITED NEW DELHI

(Manoj Agarwal)
Company Secretary

Encl: As above

Prakash Industries Limited

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

Unaudited Financial Results for the quarter ended 31st December, 2011

(₹ in lacs)

Sl. No.	Particulars	Unaudited Quarter ended			Unaudited Nine Months ended		Audited Year ended
		31.12.11	30.09.11	31.12.10	31.12.11	31.12.10	31.03.11
	Sales/Income from Operations	56702	50110	41940	161388	136835	182115
	Less:Excise Duty	4630	4302	3713	13654	12064	15705
1	Net Sales/Income from Operations	52072	45808	38227	147734	126771	166410
2	Total Expenditure						
	a) (Increase)/Decrease in stock in trade	(892)	797	(499)	(552)	(247)	(205)
	b) Consumption of raw materials	35647	29847	24420	98738	77746	100886
	c) Manufacturing Expenses	4267	4280	4133	13457	14642	18818
	d) Employees Cost	2108	2020	1831	5908	5330	7779
	e) Depreciation	1883	1728	1717	5254	5113	6725
	f) Other Expenditure	1843	1177	1174	4326	3748	5079
	Total	44856	39849	32776	127131	106332	139082
3	Profit from Operations before Other Income, Interest & Tax (1-2)	7216	5959	5451	20603	20439	27328
4	Other Income	129	43	74	224	328	873
5	Profit before Interest & tax(3+4)	7345	6002	5525	20827	20767	28201
6	Financial Expenses	469	249	19	752	414	570
7	Expenses Amortised	67	68	67	202	202	270
8	Profit from Ordinary Activities before tax (5-6-7)	6809	5685	5439	19873	20151	27361
9	Provision for taxation						
	- Corporate Tax	1362	1138	1084	3976	4017	5490
	- Minimum Alternate Tax Credit Adjustment	(1167)	(934)	(1083)	(3308)	(3364)	(4837)
10	Profit from Ordinary Activities after tax (8-9)	6614	5481	5438	19205	19498	26708
11	Exceptional Items	-	-	-	-	-	-
12	Net Profit for the period (10+11)	6614	5481	5438	19205	19498	26708
13	Paid up Equity Share Capital (Face Value ₹ 10 per Share)	13449	13449	12449	13449	12449	13449
14	Reserves Excluding Revaluation Reserves	-	-	-	-	-	143286
15	Earning Per Share (₹)						
	- Before Exceptional Items(₹)	4.92	4.08	4.38	14.28	15.70	21.07
	- After Exceptional Items(₹)	4.92	4.08	4.38	14.28	15.70	21.07
16	Public Shareholding						
	- No.of shares	71966124	71869824	63101772	71966124	63101772	72748011
	- Percentage of Shareholdings	53.51	53.44	50.69	53.51	50.69	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	62522390	62618690	61386742	62522390	61386742	61740503
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	46.49	46.56	49.31	46.49	49.31	45.91
1	Segment Revenue						
	a) Power	10201	7919	7701	26200	23285	30742
	b) Steel	45801	42402	34996	134434	116757	152222
	c) PVC Pipe & Others	3447	3146	2722	10100	9318	13110
	Total	59449	53467	45419	170734	149360	196074
	Less : Inter Segment Revenue	7377	7659	7192	23000	22589	29664
	Net Sales/Income from Operations	52072	45808	38227	147734	126771	166410
2	Segment Results						
	Profit before tax and interest from each segment						
	a) Power	6698	5600	4983	18175	17088	23291
	b) Steel	353	268	129	2060	2547	3519
	c) PVC Pipe & Others	294	134	413	592	1132	1391
	Total	7345	6002	5525	20827	20767	28201
	Less : Financial Expenses	469	249	19	752	414	570
	Unallocable expenditure	67	68	67	202	202	270
	Total Profit before tax	6809	5685	5439	19873	20151	27361
3	Capital Employed (Segment Assets - Segment Liabilities)						
	a) Power	114604	113797	86310	114604	86310	91224
	b) Steel	163765	140998	131263	163765	131263	132399
	c) PVC Pipe & Others	3310	3215	3249	3310	3249	3842
	Total	281679	258010	220822	281679	220822	227465

Highlights for the Quarter

SALES Rs. 567 Crores — Up by 35%

EBIDTA Rs. 92 Crores — Up by 27%

PAT Rs. 66 Crores — Up by 22%

EPS Rs. 4.92 — Up by 12%

Notes: 1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on 3rd February, 2012. The Auditors have carried out a limited review of the above results.

2. The Company has received 5 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 : 3rd February, 2012

PRAKASH INDUSTRIES LIMITED NEW DELHI

CHATURVEDI & PARTNERS
Chartered Accountants
212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019
Phone : 011-46654665 Fax : 011-46654655
Email : delhi@chaturvedica.com

REVIEW REPORT

To,
The Board of Directors
Prakash Industries Ltd.

1.0 We have reviewed the accompanying statement of unaudited financial results of Prakash Industries Ltd. for the quarter/period ended 31st December,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.

2.0 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3.0 We observe as under: -

3.1 No provision for liabilities of gratuity and leave encashment has been made, the amount whereof has not been ascertained. (Refer Note 3)

3.2 Set off of MAT credit entitlement is subject to availability of taxable income of the company in future, as per the provisions of the Income Tax Act,1961.(Refer Note 5)

3.3 Deferred tax liability/asset (amount not ascertained) has not been adjusted in the Profit & Loss account in terms of a court order. Had the Deferred tax liability/asset been accounted for pursuant to Accounting Standard 22 - 'Accounting for taxes on income', profit after tax for the quarter would have been different to that extent. (Refer Note 6)

3.4 The provision of tax made by the company is subject to assessment by the tax authorities.

4.0 Based on our review conducted as above , nothing subject to the observations in para 3 above, has come to our notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies and read along with the notes thereon 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 Chaturvedi & Partners
Chartered Accountants
Firm Regn. No. 307068E

(L.N.Jain)
Partner

Place: New Delhi
Date: 3rd February,2012

Certified True Copy
For PRAKASH INDUSTRIES LTD.

Manoj Agarwal
Company Secretary

PRAKASH INDUSTRIES LIMITED NEW DELHI

SCHEDULE –1

NOTES

FORMING PART OF THE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/NINE MONTHS ENDED 31ST DECEMBER, 2011

1. The above results have been approved and taken on record by the Board of Directors in their meeting held on 3rd February, 2012.

2. Figures of Consumption of Raw Material for the quarter are after adjusting profit/loss on sales of raw-materials.

3. Provisions for gratuity and leave encashment will be made at the close of the accounting year on the basis of actuarial valuation.

4. Financial expenses include interest, lease & bank charges .

5. As per the provisions of the Income Tax Act,1961 the Company is entitled for set off of the amount of Minimum Alternate Tax(MAT) against its future tax liability. As such credit has been taken in the books of the amount of provision towards MAT liability.

6. In terms of the order dated 23rd August 2007 of the Hon'ble Punjab & Haryana, High Court, the net deferred tax liability/assets is to be adjusted against the balance in the Securities Premium Account so no amount is adjusted in the Profit & Loss Account.

7. The Company has received 5 complaints during the quarter from investors and all complaints have been resolved and no complaint is pending.

8. Previous Period/year figures have been regrouped / rearranged, wherever considered necessary.

PRAKASH INDUSTRIES LIMITED NEW DELHI

PRAKASH INDUSTRIES LIMITED NEW DELHI

CHATURVEDI & ... NEW DELHI Chartered Accountants

PRAKASH INDUSTRIES LIMITED

Regd. Office : 15 Km. Stone, Delhi Road, Hisar - 125044 (Haryana)

Unaudited Financial Results for the quarter/nine month ended 31st December, 2011

(₹ in Lacs)

S. No.	Particulars	Three months ended 31.12.11 (Unaudited)	Previous three months ended 30.09.11 (Unaudited)	Corresponding three months in the Previous Year (Qtr ended 31.12.10) (Unaudited)	Figures for Current nine months ended 31.12.2011 (Unaudited)	Figures for Corresponding Previous nine months ended 31.12.2010 (Unaudited)	Accounting Year ended 31.03.2011 (Audited)
1	Sales/Income from operations	56702	50110	41940	161388	138835	182115
	Less:Excise Duty	4630	4302	3713	13654	12064	15705
	Net Sales/Income from Operations	52072	45808	38227	147734	126771	166410
2	Expenditure						
	a) (Increase)/Decrease in Stock in trade and work in progress	(892)	797	(499)	(552)	(247)	(205)
	b) Consumption of raw materials	35647	29847	24420	98738	77746	100886
	c) Manufacturing expenses	4267	4280	4133	13457	14642	18818
	d) Employees Cost	2108	2020	1831	5908	5330	7779
	e) Depreciation	1683	1728	1717	5254	5113	6725
	f) Other Expenditure	1843	1177	1174	4326	3748	5079
	g) Total	44856	39849	32776	127131	106332	139082
3	Profit from operations before Other Income,Interest and Exceptional Items (1-2)	7216	5959	5451	20603	20439	27328
4	Other Income	129	43	74	224	328	873
5	Profit before Interest and Exceptional Items (3+4)	7345	6002	5525	20827	20767	28201
6	Financial Expenses	469	249	19	752	414	570
7	Profit after Interest but before Exceptional Items (5-6)	6876	5753	5506	20075	20353	27631
8	Exceptional Items	-	-	-	-	-	-
9	Profit from Ordinary activities before tax (7+8)	6876	5753	5506	20075	20353	27631
10	Tax Expenses						
	-Corporation tax	1362	1138	1084	3976	4017	5490
	-Minimum Alternate Tax Credit Adjustment	(1167)	(934)	(1083)	(3308)	(3364)	(4837)
11	Expenses Amortised	67	68	67	202	202	270
12	Net Profit from Ordinary activities after tax (9-10-11)	6614	5481	5438	19205	19498	26708
13	Extraordinary Items	-	-	-	-	-	-
14	Net Profit for the period (12-13)	6614	5481	5438	19205	19498	26708
15	Paid up Equity Share Capital (Face Value ₹ 10 per Share)	13449	13449	12449	13449	12449	13449
16	Reserves excluding Revaluation Reserve						143286
17	Earnings per share :-						
	- Basic and deliuted before Exceptional Items (₹)	4.92	4.08	4.38	14.28	15.70	21.07
	- Basic and deliuted after Exceptional Items (₹)	4.92	4.08	4.38	14.28	15.70	21.07
18	Public Shareholding						
	-No.of Shares	71966124	71869824	63101772	71966124	63101772	72748011
	-Percentage of Shareholding	53.51	53.44	50.69	53.51	50.69	54.09
19	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	62522390	62618690	61388742	62522390	61388742	61740503
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	46.49	46.56	49.31	46.49	49.31	45.91

Notes : As per Schedule - 1 enclosed

PRAKASH INDUSTRIES LIMITED NEW DELHI

PRAKASH INDUSTRIES LIMITED NEW DELHI

CHATURVEDI & PA NEW DELHI Chartered Accou

Prakash

New Delhi, 3rd February, 2012

Prakash Industries Limited – Q3FY12 Financial Performance

NET SALES up by 36% YoY - EBIDTA up by 27%YoY - PAT up by 22% YoY

Q3FY12 Highlights:

- Net Sales Rs. 521 Crore
- EBIDTA Rs. 92 Crore
- PAT Rs. 66 Crore

Prakash Industries Ltd (PIL), a business house with interests in steel & power has reported Net Sales/Income from operations for the current quarter at Rs. 521 crore against Rs. 382 crore in the corresponding quarter ended December 2010. The EBIDTA for the December 2011 quarter stands at Rs:92 crore against Rs 72 crores and Profit after tax is Rs. 66 crore against Rs 54 crores in the corresponding quarter ended December 2010.EPS (Earning per share) for the quarter is at Rs. 4.92 as against Rs 4.38 in the corresponding quarter ended December 2010

Particulars	Qtr. ended (Amt. In Rs. Crore)	
	31st December, 2011	31st December, 2010
NET SALES	521	382
EBIDTA	92	72
PAT	66	54
EPS (Rs.)	4.92	4.38

The company's Net Sales increased by 36% as compared to the corresponding period in the previous year and EBDITA increased by 27% as compared to the corresponding period in the previous year and PAT increased by 22% as compared to the corresponding period in the previous year.

OPERATIONAL REVIEW

Power generation has been higher by more than 38% during the quarter as a result of new capacity additions. The 1st phase of the expansion programme taken up by the Company in power generation capacities is now almost complete and is expected to be fully operational in the current quarter. The performance of the Steel Division, Wire Rod division and Ferro Alloys division has also been satisfactory with improvement in prices. Capacity addition in sponge iron is also nearing completion and expected to commence operations by February, 2012.

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PRAKASH INDUSTRIES LIMITED NEW DELHI