



स्टील अथॉरिटी ऑफ इण्डिया लिमिटेड
STEEL AUTHORITY OF INDIA LIMITED

संख्या: सीए/17(44)12
No.CA-17(44)/12

8 नवम्बर, 2012
November 8, 2012

The General Manager (MO)
Bombay Stock Exchange
Corporate Relationship Department
1st Floor, New Trading Ring,
Rotunda Building, P.P. Tower,
Dalal Street, Fort,
Mumbai-400001
Fax No.022-22723121/3719

The Asstt. Vice President
National Stock Exchange of India Ltd.
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai-400 051.
Fax No.022-26598237/38

विषय:- 30 सितम्बर, 2012 को समाप्त अर्धवर्ष/तिमाही के अनंकेक्षित वित्तीय परिणाम

Sub:- Unaudited Financial Results for half-year and quarter ended 30th September, 2012.

महोदय,

Dear Sirs,

सूचिबद्ध कंशर की शर्तों के अनुसार, सेल के 30 सितम्बर, 2012 को समाप्त अर्धवर्ष/तिमाही के अनंकेक्षित वित्तीय परिणाम निर्धारित फार्म में आपकी सूचना व रिकार्ड हेतु भेजे जा रहे हैं।

In terms of Listing Agreement, please find enclosed the Unaudited Financial Results of SAIL for half-year and quarter ended 30th September, 2012 in the prescribed format for your information and record.

ये वित्तीय परिणाम 8 नवम्बर, 2012 को नई दिल्ली में हुई निदेशक मण्डल की बैठक में रिकार्ड में लिये गये। इन परिणामों को 9 नवम्बर, 2012 को समाचार पत्रों में भी प्रकाशित करवाया जा रहा है।

These financial results have been taken on record by the Board of Directors in its Meeting held on 8th November, 2012 at New Delhi. These results are also being published in the newspapers on 9th November, 2012.

भवदीय,

Yours faithfully,

(देवेन्द्र कुमार)

(Devinder Kumar)

कार्यनिदेशक (वित्त एवं लेखा) एवं सचिव
ED (F&A) & Secretary

संलग्न: उपरोक्त वर्णित।

Encl: as stated.

STEEL AUTHORITY OF INDIA LIMITED
REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110003

Unaudited Financial Results for the Quarter / Half Year ended 30th September 2012

₹ Crores

Part I Sl. No	Particulars	Quarter ended			Half Year ended		Year ended
		30th September 2012	30th June 2012	30th September 2011	30th September 2012	30th September 2011	31st March 2012
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	(a) Net Sales / Income from operations						
	i) Gross sales	11975.72	11912.42	11970.35	23888.14	23877.78	50348.40
	ii) Less : Excise Duty	1312.52	1271.69	1133.68	2584.21	2214.77	4894.37
	Sub total (a) (i-ii)	10663.20	10640.73	10836.67	21303.93	21663.01	45654.03
	(b) Other operating income	157.02	136.77	142.79	293.79	258.03	687.76
	Sub total 1 (a) + (b)	10820.22	10777.50	10979.46	21597.72	21921.04	46341.79
2	Expenditure						
	a) Changes in Inventories of Finished Goods, Stock-in-Trade and Work in Progress	-1120.88	-1307.31	-465.23	-2428.19	-745.18	-1368.51
	b) Cost of Materials Consumed	5739.37	5841.57	5546.90	11374.94	10781.14	23020.82
	c) Purchase of Stock in Trade	0.80	1.12	1.92	1.92	2.84	4.88
	d) Employee Benefits Expense	2089.83	1992.48	1980.78	4082.31	4246.93	7932.05
	e) Power & Fuel	1273.93	1223.96	1180.24	2497.89	2177.32	4489.74
	f) Depreciation	402.63	401.83	393.78	804.46	768.58	1567.03
	g) Other Expenditure	1733.85	1710.40	1438.72	3444.25	2808.51	6180.92
	Sub total 2 (a) to (h)	10113.53	9864.05	10058.11	19777.58	20040.15	41806.93
3	Profit from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	706.69	1113.45	924.35	1820.14	1880.89	4534.86
4	Other Income						
	i) Interest Earned	210.31	207.29	433.75	417.80	888.50	1484.22
	ii) Other Income	15.18	71.18	56.66	86.34	89.96	91.51
	Sub total (i+ii)	225.49	278.48	490.41	503.94	988.46	1555.73
5	Profit before Finance Cost and Exceptional Items (3+4)	932.18	1391.90	1414.76	2324.08	2837.35	6090.59
6	Finance Cost	186.15	124.88	189.92	311.03	371.23	877.70
7	Profit after Finance Cost but before Exceptional Items (5-6)	746.03	1267.02	1214.84	2013.05	2466.12	5412.89
8	Exceptional items						
	i) Foreign Exchange Loss (-)/ Gain(+) (Refer Note No. vi)	41.84	-256.94	-508.71	-215.10	-520.37	-773.22
	ii) Write Back of Entry Tax Liability						511.20
9	Profit from Ordinary Activities before Tax (7+8)	787.87	1010.08	706.13	1797.95	1945.75	5150.87
10	Tax Expense						
	(a) Current Tax	199.09	263.45	236.72	462.54	625.85	1501.03
	(b) Deferred Tax Liability / Assets (-)	45.81	50.22	-14.84	98.03	-12.49	113.42
	(c) Earlier Years	-0.14	0.00	-1.03	-0.14	-1.03	-6.30
	Sub-Total (a to c)	244.76	313.67	220.85	558.43	612.13	1608.15
11	Net Profit from Ordinary Activities after Tax (9-10)	543.11	696.41	485.28	1239.52	1333.62	3542.72
12	Extraordinary Items (net of Tax Expense Rs. Nil)	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit for the Period (11-12)	543.11	696.41	485.28	1239.52	1333.62	3542.72
17	Paid up Equity Share Capital (Face value : Rs. 10 per share)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
18	Reserves (Excluding Revaluation Reserve) as per Balance Sheet of Previous Accounting Year						35680.79
19	Basic and Diluted Earnings per Share before and after Extraordinary Items (Not Annualised) (Rupees)	1.31	1.69	1.17	3.00	3.23	8.58
20	Debt Service Coverage Ratio (Number of times)				1.89	2.34	3.17
21	Interest Service Coverage Ratio (Number of times)				3.07	3.63	3.77

₹ Crores

Part II		Quarter ended			Half Year ended		Year ended
Sl. No	Particulars	30th September 2012	30th June 2012	30th September 2011	30th September 2012	30th September 2011	31st March 2012
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
A	PARTICULARS OF SHAREHOLDING						
1	Public share holding						
	- Number of shares	58,53,38,209	58,53,23,509	58,52,22,760	58,53,38,209	58,52,22,760	58,52,44,659
	- Percentage of share holding	14.17	14.17	14.17	14.17	14.17	14.17
2	Promoters and Promoter group shareholding						
	(a) Pledged / Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-Encumbered						
	- Number of Shares	3544690285	3544690285	3544690285	3544690285	3544690285	3544690285
	- Percentage of shares (as a % of the total shareholding of the 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)	85.82	85.82	85.82	85.82	85.82	85.82

Particulars	3 months ended 30th September 2012
INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	0
Received during the quarter	7
Disposed off during the quarter	7
Remaining unresolved at the end of the quarter	0



Notes to Financial Results:

Statement of Assets and liabilities

₹ Crores

	As at 30th September 2012 (Unaudited)	As at 31st March 2012 (Audited)
Equities and Liabilities		
Shareholders' Funds		
(a) Share Capital	4130.53	4130.53
(b) Reserves and Surplus	36922.65	35680.79
(c) Money received under share warrants	-	-
Sub-total - Shareholders' Funds	41053.18	39811.32
Share application money pending allotment	-	-
Non-current liabilities		
(a) Long-term borrowings	11922.58	11586.66
(b) Deferred tax liabilities (Net)	1812.12	1644.48
(c) Other Long term liabilities	1276.56	1089.90
(d) Long-term provisions	3506.84	3525.19
Sub-total - Non-current liabilities	18518.10	17846.23
Current Liabilities		
(a) Short-term borrowings	8859.17	4510.55
(b) Trade payables	3344.58	3190.42
(c) Other current liabilities	8937.37	8681.46
(d) Short-term provisions	2343.55	2297.04
Sub-total - current liabilities	23484.67	18679.47
TOTAL - EQUITY AND LIABILITIES	83055.95	76337.02
ASSETS		
Non-current assets		
(a) Fixed Assets	48484.18	45176.52
(b) Non-current investments	689.84	684.94
(c) Deferred tax assets (net)	-	-
(d) Long-term loans and advances	2949.37	2349.01
(e) Other non-current assets	80.19	50.78
Sub-total - Non-current assets	52203.58	48261.25
Current assets		
(a) Current investments	-	-
(b) Inventories	17287.74	13742.37
(c) Trade receivables	3933.06	4761.32
(d) Cash and Bank Balances	6060.04	6415.70
(e) Short-term loans and advances	1075.85	1030.25
(f) Other current assets	2495.68	2126.13
Sub-total - Current assets	30852.37	28075.77
TOTAL - ASSETS	83055.95	76337.02

Contd./

Notes to Financial Results :

- i) The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in their Meeting held on 8th November, 2012.
- ii) The above results have been reviewed by the Statutory Auditors, as required under Clause 41 of the Listing Agreement.
- iii) Net Sales include sales to Government Agencies recognised on provisional contract prices during the Half Year ended 30th September 2012: ₹ 2221.36 crore (corresponding Half Year of previous year: ₹ 1914.16 crore) and upto 30th September, 2012: ₹16673.47 crore (upto the corresponding Half Year of previous year : ₹13061.54 crore).
- iv) Pending final decision by the Hon'ble Supreme Court of India on levy of Entry Tax in Uttar Pradesh, the Entry Tax demand of ₹73.43 crore upto 30th September, 2012, under dispute, has been treated as contingent liability.
- v) Due to unusual and steep depreciation in the value of the Rupee against US \$ during the current Half Year, the foreign exchange fluctuation loss on short term foreign currency loans of ₹215.10 crore for the current Half Year (corresponding Half Year of previous year - ₹520.37 crore) has been considered as an 'Exceptional Item' by the Company.
- vi) In accordance with Companies (Accounting Standards) Amendment Rules, 2009, relating to Accounting Standard – 11, notified on 31st March 2009 and amended from time to time, the foreign exchange fluctuation loss on long-term foreign currency loans of ₹24.81 crore (net debit) for the current Half Year [corresponding Half Year of previous year- ₹163.26 crore (net debit)], has been adjusted in the carrying cost of the Fixed Assets/Capital Work-in-progress. Also, as per Government's Circular No. 25/2012 dated 9th August, 2012, exchange differences, arising on settlement/translation of foreign currency loans to the extent regarded as an adjustment to interest cost, have been adjusted in the cost of related assets, resulting in higher profit for the current quarter/ half year by Rs.0.87 crore, and higher fixed assets of Rs.0.87 crore.
- vii) Formulas used for computation of coverage ratios : Debt Service Coverage Ratio = Earnings before interest, exceptional items and tax/principal and interest repayment of long terms loans; and Interest Service Coverage Ratio = Earnings before interest, exceptional items and tax/interest including transferred to Capital Work in Progress.
- viii) The figures of previous periods have been re-grouped, wherever necessary, so as to conform to the current Quarter/Half Year's classification.

For and on behalf of Board of Directors


(Anil Kumar Chaudhary)
Director (Finance)

Place: New Delhi
Dated: 8th November, 2012