



S.A.L STEEL LIMITED

Admn. Office :

Shah Alloys Corporate House,
Sola - Kalol Road, Santej, Ta. Kalol,
Dist. Gandhinagar- 382721
Phone : 02764 - 661100
Fax : 02764 - 661110

Regd. Office :

5/1, Shreeji House,
5th Floor, B/h. M.J. Library,
Ashram Road,
Ahmedabad - 380 006.

Ref. No. :**Date : 28th May 2013**

Department of Corporate Service
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Tower.
Dalal Street,
Mumbai - 400 001

Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No C/1, G-Block,
Bandra – Kurla Complex, Bandra (E),
Mumbai – 400051

BSE Scrip Code: 532604**NSE Symbol – SALSTEEL****Sub: Out come of Board meeting held on 28th May, 2013 of the Company.**

With reference to above, Board has approved the following items in the board meeting held on 28th May, 2013:

1. The Board has approved the audited financial results for the year ended on 31st March, 2013 and copy of the same is attached herewith.
2. The 10th Annual General Meeting of the Company will be held on Tuesday, the 24th September 2013 at 10:00 a.m. at SAL Institute & Engineering Research, Opp. Science City, Ahmedabad 380 060
3. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, 17th September, 2013 to Tuesday, 24th September, 2013 (both days inclusive).

We request you to take a note of the above and take on your record the same.

Thanking you.
Yours Faithfully,

For S.A.L. Steel Ltd.


Hardik Modi
Company Secretary



S.A.L. STEEL LIMITED

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.

Audited Financial Results for the year ended on 31.03.2013

PART - I

(Amount in ₹ Lakhs)

Sr. No.	Particulars	Quarter Ended			Year ended	
		31-Mar-13	31-Dec-12	31-Mar-12	31-Mar-13	31-Mar-12
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income from Operations					
a	Net Sales/ Income from operations	8,953.43	8,762.57	10,321.82	37,944.87	32,757.58
b	Other Operating Income	4.35	29.83	45.94	122.31	104.90
	Total Income from Operations (net)	8,957.78	8,792.40	10,367.76	38,067.18	32,862.48
2	Expenses					
a	Cost of Materials consumed	6,168.55	7,088.60	8,206.14	24,273.69	21,133.09
b	Purchase of stock-in-trade	609.18	109.36	303.68	4,501.01	508.02
c	Changes in inventories of finished goods, work-in-	2.66	(724.94)	(260.13)	(633.56)	217.15
d	Employee benefits expense	345.15	297.81	244.80	1,215.48	902.67
e	Depreciation and amortisation expenses	489.73	489.90	442.46	1,929.51	1,805.93
f	Consumption of stores & Spares	228.90	138.87	59.60	669.91	326.29
g	Power Cost and cost of power generation	1,238.08	1,107.18	293.03	5,365.46	3,093.08
h	Other Expenses	481.37	484.43	674.76	1,828.16	2,960.03
	Total Expenses	9,563.62	8,991.21	9,964.34	39,149.66	30,946.26
3	Profit/ (Loss) from operations before other income, finance costs and execeptional items(1-2)	(605.84)	(198.81)	403.42	(1,082.48)	1,916.22
4	Other Income	-	-	333.33	-	531.23
5	Profit/ (Loss) from ordinary activities before finance costs and execeptional items (3+4)	(605.84)	(198.81)	736.75	(1,082.48)	2,447.45
6	Finance Costs	910.12	786.59	673.83	3,184.62	2,311.69
7	Profit/(Loss) from ordinary activities after finance costs but before execeptional items (5-6)	(1,515.96)	(985.40)	62.92	(4,267.10)	135.76
8	Exceptional items	(5.76)	3.79	32.32	26.76	55.90
9	Profit / (Loss) from ordinary activities before tax (7+8)	(1,510.20)	(989.19)	30.60	(4,293.86)	79.86
10	Tax Expenses	(543.38)	(319.83)	(1.40)	(1,434.62)	37.96
11	Net Profit/ (Loss) from ordinary activities after tax (9-10)	(966.82)	(669.36)	32.00	(2,859.24)	41.90
12	Extraordinary items	-	-	-	-	-
13	Net Profit/ (Loss) for the period (11-12)	(966.82)	(669.36)	32.00	(2,859.24)	41.90
14	Paid-up Equity Share Capital (Face Value of ₹.10/- each per share)	8,496.67	8,496.67	8,496.67	8,496.67	8,496.67
15	Reserve excluding Revaluation Resereves as per balance sheet of previous accounting year	-	-	-	1,250.88	4,110.12
16	Earnings per share					
i	(a) Basic and Diluted EPS before extraordinary items (not annualised)	(1.1379)	(0.7900)	0.0493	(3.3651)	0.0493
ii	b) Basic and Diluted EPS after extraordinary items (not annualised)	(1.1379)	(0.7900)	0.0465	(3.3651)	0.0465

PART - II

SELECT INFORMATION FOR THE QUARTER ENDED ON 31.03.2013

A	PARTICULARS OF SHAREHOLDING	Quarter Ended			Year ended	
		31-Mar-13	31-Dec-12	31-Mar-12	31-Mar-13	31-Mar-12
1	Public Shareholding					
	- Number of Shares	42,006,811	42,006,811	42,006,811	42,006,811	42,006,811
	- Percentage of shares	49.44%	49.44%	49.44%	49.44%	49.44%
2	Promoters and Promoter Group Shareholding					
	a) Pledged/ Encumbered					
	- Number of Shares	42,959,889	42,959,889	30,256,989	42,959,889	30,256,989
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	70.43%	100.00%	70.43%
	- Percentage of share (as a % of the total Share Capital of the Company)	50.56%	50.56%	35.61%	50.56%	35.61%
	b) Non-encumbered					
	- Number of Shares	-	-	12,702,900	-	12,702,900
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	0.00%	0.00%	29.57%	0.00%	29.57%
	- Percentage of share (as a % of the total Share Capital of the Company)	0.00%	0.00%	14.95%	0.00%	14.95%



	Particulars	3 Months Ended 31- Mar- 13
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the Quarter	NIL
	Received during the quarter	2
	Disposd of during the quarter	2
	Remaining unresolved at the end of the quarter	NIL

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 28th May, 2013.
- 2 The financial statements have been prepared as per Revised Schedule VI of Companies Act, 1956. Accordingly, corresponding financial figures of previous year have been regrouped / re-classified, wherever necessary, to make them comparable with that of current year.
- 3 The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto third quarter of current financial year.
- 4 The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Accounting Standard -17, Segment Reporting issued by The Institute of Chartered Accountants of India. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Accounting Standard -17. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

Statement of Assets and Liabilities

(Amount in ₹ Lakhs)

Sr. No.	Particulars	Year Ended	Year Ended
		31.03.2013	31.03.2012
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	8,496.67	8,496.67
	(b) Reserves and Surplus	1,250.88	4,110.12
	(c) Money received against share warrants	800.00	800.00
	Sub-total - Shareholders' funds	10,547.55	13,406.79
2	Non- Current Liabilities		
	(a) Long-term borrowings	10,065.86	14,922.63
	(b) Deferred tax liabilities (net)	-	948.93
	(c) Other Long-term liabilities	700.00	700.00
	(d) Long Term provisions	62.83	43.19
	Sub-total - Non- Current Liabilities (I)	10,828.69	16,614.75
3	Current Liabilities		
	(a) Short term borrowings	6,081.33	4,583.96
	(b) Trade payables	5,299.79	6,805.55
	(c) Other current liabilities	11,056.11	6,694.66
	(d) Short term provisions	51.15	53.29
	Sub-total - Current Liabilities (II)	22,488.38	18,137.46
	TOTAL - EQUITY AND LIABILITIES (I + II)	43,864.62	48,159.00
B	ASSETS		
1	Non- Current Assets		
	(a) Fixed Assets	27,795.61	28,737.89
	(b) Non- Current investments	-	-
	(c) Long Term loans and advances	3,535.21	4,836.95
	(d) Other non- current assets	486.09	-
	Sub-total - Non- Current Assets (III)	31,816.91	33,574.84
2	Current Assets		
	(a) Inventories	5,418.50	7,124.02
	(b) Trade receivables	3,954.19	4,898.99
	(c) Cash and cash equivalents	489.27	657.28
	(d) Short-term loans and advances	2,185.76	1,880.98
	(e) Other current assets	-	22.89
	Sub-total - Current Assets (IV)	12,047.72	14,584.16
	TOTAL- ASSETS (III + IV)	43,864.62	48,159.00



For S.A.L. Steel Limited

Place: Santej
Date: 28.05.2013

Rajendra V. Shah
Chairman

Rajendra V. Shah



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Chartered Accountants

Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Clause 41 of the Listing Agreement

To
Board of Directors of S.A.L. Steel Limited
Ahmedabad

1. We have audited the quarterly financial results of S.A.L. Steel Limited (the Company) for the quarter ended March 31, 2013 and the year to date results for the period from April 1, 2012 to March 31, 2013, attached herewith, being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreement, 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. The quarterly financial results are the derived figures between the audited figures in respect of the current full year ended March, 31 2013 and the published year-to-date figures up to December 31 2012, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter ended March 31 2013 have been prepared on the basis of the financial result for the quarter ended December 31 2012, audited annual financial statements as at and for the year ended March 31 2013 and the relevant requirements of Clause 41 of the Listing Agreement and are the responsibility of the company's management and have been approved by the board of directors of the company. Our responsibility is to express an opinion on these financial results based on our review of the financial result for the quarter ended December 31 2012, which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) as per Section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India and our audit of the annual financial statements as at and for the year ended March 31 2013, and the relevant requirement of Clause 41 of the Listing Agreement.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

Subject to:

1) Note No.29 for Non disclosure of Reportable Segments as required under Accounting Standard – 17 'Segment Reporting' , there is no impact on the Statement of Profit and Loss due to non disclosure.

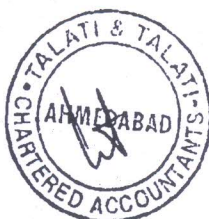
2) Default in the repayment of the principal portion of the loan from a company covered in the register maintained under section 301 of the Companies Act, 1956 was due to the extent of ₹ 10,00,00,000/- during the year 2011-12 and ₹ 20,00,00,000/- during the year 2012-13

3) The company has defaulted in repayment of Principal portion of the Term Loan to the extent of ₹ 12,05,00,000/- as at the year end. The company has also defaulted in payment of interest on term loan to the extent of ₹ 5,40,47,181/- as at the year end. The period of default on repayment of principal and payment of interest is ranging for a period from 90 days to 182 days and 31 days to 90 days respectively. The company has made a delayed payment of Principal amount of Term Loan to the extent of ₹ 7,89,37,427/- and interest amount of ₹ 13,93,27,614/-.The period of delay in payment of principal and payment of interest is ranging for a period from 65 days to 178 days and 3 days to 173 days respectively .Moreover ,the company has also defaulted in payment of interest on working capital facilities to the extent of ₹ 1,78,48,057/- as at the year end. The period of default on repayment of principal and payment of interest is ranging for a period from 1 day to 151 days.

nothing has come to our attention that causes us to believe that the accompanying statement of audited financial results prepared in accordance with applicable accounting standards and other recognized 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

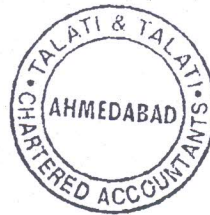
(i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and

(ii) give a true and fair view of the net loss and other financial information for the quarter ended March 31, 2013 as well as the year to date results for the period from April 1, 2012 to March 31, 2013



4. Further, read with the paragraph 1 above we report that the figures for the quarter ended March 31 2013 represent the derived figures between the audited figures in respect of the current full financial year ended March 31 2013 and the published year-to-date figures up to December 31 2012, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as stated in paragraph 1 above, as required under Clause 41(I)(d) of the Listing Agreement
5. Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

Place: Ahmedabad
Date: May 28, 2013



For Talati & Talati
Chartered Accountants
Firm Reg No: 110758W

A handwritten signature in black ink, appearing to read "Umesh Talati".

Umesh Talati
Partner
Membership No: 34834