CIN : L27109TG1989PLC010654

SATHAVAHANA ISPAT LIMITED

H.O. : 505, Block 1, Divyashakti Complex, Ameerpet, Hyderabad - 500 016.
Phones : 23730812,3,4 Fax : +91-40-23730566 E-mail : sathavahana@eth.net
web : www.sathavahana.com

BY COURIER

REF: SIL/SEC/1486/2014

Dated: 14th November, 2014

To
The National Stock Exchange of India Limited
Regd. Office: "Exchange Plaza"
Bandra Kurla Complex,
Bandra (East),
MUMBAI – 400 051.
Ph. No. 022-26598237/38.

Dear Sir,

SUB: 1) SUBMISSION OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014.
2) SUBMISSION OF LIMITED REVIEW REPORT

REF: COMPANY CODE. **SATHAISPAT.**

Pursuant to Clause 41 of the listing agreement, we submit herewith a statement of Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2014 as approved and taken on record by the Board of Directors of the Company at its meeting held on 14th November, 2014.

Also please find enclosed herewith a copy of the "Limited Review" report dated 14th November, 2014 issued by the Statutory Auditors of the Company on the Unaudited Financial Results for the quarter and half year ended 30th September, 2014.

Thanking you,

Yours faithfully
For SATHAVAHANA ISPAT LIMITED

(K V KRISHNA RAO)
CFO & COMPANY SECRETARY

Encl: As above

SATHAVAHANA ISPAT LIMITED

Regd.Office: 314, Sri Rama Krishna Towers, Nagarjuna Nagar, Hyderabad - 500 073
CIN :L27109TG1989PLC010654

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2014

PART I (Rs. in Lakhs)

	PARTICULARS	Quarter ended			Half year ended		Previous year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net Sales / Income from operations (net of excise duty)	27432.84	22668.84	28569.25	50101.68	53337.37	93806.96
	(b) Other Operating Income	0.01	0.03	0.02	0.04	0.02	0.07
	Total Income from operations (net)	27432.85	22668.87	28569.27	50101.72	53337.39	93807.03
2	Expenses						
	a) Cost of Materials consumed	15426.58	14820.53	17045.30	30247.11	31689.34	67409.82
	b) Purchase of stock-in-trade	6150.11	0.00	3312.20	6150.11	7290.27	7290.27
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	179.07	3557.52	4743.20	3736.59	7373.13	5353.07
	d) Employee benefits expense	598.90	482.97	443.02	1081.87	832.48	1814.90
	e) Depreciation and amortisation expense	634.45	648.10	630.00	1282.55	1252.15	2317.51
	f) Foreign exchange fluctuations (other than considered as finance cost)	763.25	241.09	2616.40	1004.34	7261.03	3563.91
	g) Other expenses	1479.03	1166.02	1380.34	2645.05	2448.26	5561.64
	h) Total expenses	25231.39	20916.23	30170.46	46147.62	58146.66	93311.12
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	2201.46	1752.64	(1601.19)	3954.10	(4809.27)	495.91
4	Other Income	98.97	184.88	216.59	283.85	468.80	884.76
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	2300.43	1937.52	(1384.60)	4237.95	(4340.47)	1380.67
6	Finance costs:						
	a) Interest and other borrowing costs	1126.18	1132.14	1365.87	2258.32	2562.73	5040.59
	b) Net loss on foreign currency transaction and translation	287.71	1.14	563.26	288.85	1016.20	1780.64
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	886.54	804.24	(3313.73)	1690.78	(7919.40)	(5440.56)
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
9	**Profit / (Loss) from Ordinary activities before tax (7+8)**	**886.54**	**804.24**	**(3313.73)**	**1690.78**	**(7919.40)**	**(5440.56)**
10	Tax expense	43.76	28.56	65.22	72.32	(133.87)	362.11
11	**Net Profit / (Loss) from Ordinary activities after Tax (9-10)**	842.78	775.68	(3378.95)	1618.46	(7785.53)	(5802.67)
12	Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00	0.00	0.00
13	**Net Profit / (Loss) for the period/ year (11-12)**	**842.78**	**775.68**	**(3378.95)**	**1618.46**	**(7785.53)**	**(5802.67)**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	5090.00	5090.00	3840.00	5090.00	3840.00	5090.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	--	--	--	--	--	12774.71
16	Earnings / (Loss) Per Share before extraordinary items of Rs.10/- each (not annualised) in Rs.						
	(a) Basic	1.66	1.52	(8.80)	3.18	(20.27)	(14.50)
	(b) Diluted	1.66	1.52	(8.80)	3.18	(20.27)	(14.50)
17	Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.						
	(a) Basic	1.66	1.52	(8.80)	3.18	(20.27)	(14.50)
	(b) Diluted	1.66	1.52	(8.80)	3.18	(20.27)	(14.50)
	Please see accompanying notes to the financial results						

PART II : Select information for the quarter / half year ended 30th September 2014

A	PARTICULARS OF SHAREHOLDING:						
1	Public Shareholding:						
	- Number of shares	32089910	32089910	22109910	32089910	22109910	32089910
	- percentage of shareholding	63.05	63.05	57.58	63.05	57.58	63.05
2	Promoters and promoter group Shareholding:						
	a) Pledged / Encumbered :						
	- Number 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:						
	- Number of Shares	18810090	18810090	16290090	18810090	16290090	18810090
	- 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)	36.95	36.95	42.42	36.95	42.42	36.95

P.V.R.K. NAGESWARA RAO ★ Chartered Accountants ★ HYDERABAD

SATHAVAHANA ISPAT LIMITED

B	INVESTOR COMPLAINTS:	Quarter ended
	Particulars	30.09.2014
	Pending at the beginning of the quarter	0
	Received during the quarter	10
	Disposed during the quarter	10
	Remaining unresolved at the end of the quarter	0

SEGMENT REPORTING:

(Rs. In lakhs)

	PARTICULARS	Quarter ended			Half year ended		Previous year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue:						
	(a) Pig Iron	10023.29	9656.69	8196.31	19679.98	16466.91	31938.62
	(b) Metallurgical Coke with Co-generation Power	21967.74	18773.28	25068.87	40741.02	45787.51	80717.75
	Total	31991.03	28429.97	33265.18	60421.00	62254.42	112656.37
	Less: Inter /Intra Segment Revenue	4558.18	5761.10	4695.91	10319.28	8917.03	18849.34
	Net Sales / Income from Operations	27432.85	22668.87	28569.27	50101.72	53337.39	93807.03
2	Segment Results (Profit / (Loss) before Tax and interest:						
	(a) Pig Iron	468.71	26.96	(1418.26)	495.67	(3098.40)	(2592.30)
	(b) Metallurgical Coke with Co-generation Power	1103.33	2130.29	(691.14)	3233.62	(2527.73)	1803.54
	Total	1572.04	2157.25	(2109.40)	3729.29	(5626.13)	(788.76)
	Less: (i) Interest (net)	836.44	896.53	867.02	1732.97	1551.19	3118.16
	(ii) Other Un-allocable Expenditure (net)	(150.94)	456.48	337.31	305.54	742.08	1533.64
	Total Profit / (Loss) before Tax	886.54	804.24	(3313.73)	1690.78	(7919.40)	(5440.56)
3	Capital Employed (Segment assets - Segment liabilities)						
	(a) Pig Iron	14833.58	10756.14	3107.07	14833.58	3107.07	9110.03
	(b) Metallurgical Coke with Co-generation Power	6584.20	9511.51	9692.41	6584.20	9692.42	9900.73
	(c) Unallocated	297.00	560.59	509.51	297.00	509.51	1247.67
	Total	21714.78	20828.24	13308.99	21714.78	13309.00	20258.43

STATEMENT OF ASSETS AND LIABILITIES

(Rs. In lakhs)

Particulars	As at 30.09.2014	As at 31.03.2014
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	5090.00	5090.00
(b) Reserves and surplus	14231.18	12774.71
Sub-total - Shareholders funds	19321.18	17864.71
2 Non-current liabilities		
(a) Long-term borrowings	41652.89	32779.40
(b) Deferred tax liabilities (net)	2393.61	2393.73
(c) Other long-term liabilities	881.56	704.42
(d) Long-term provisions	181.16	132.50
Sub-total - Non-current liabilities	45109.22	36010.05
3 Current liabilities		
(a) Short-term borrowings	24204.43	42761.90
(b) Trade payables	26813.45	25772.85
(c) Other current liabilities	20623.54	20498.54
(d) Short-term provisions	220.58	220.58
Sub-total - Current liabilities	71862.00	89253.87
TOTAL - EQUITY AND LIABILITIES	**136292.40**	**143128.63**
B ASSETS		
1 Non-current assets		
(a) Fixed Assets	78130.67	73988.20
(b) Non-current investments	62.56	22.15
(c) Long-term loans and advances	4590.34	3937.47
(d) Other non-current assets	2255.65	978.21
Sub-total - Non-current assets	85039.22	78926.03
2 Current Assets		
(a) Inventories	14192.48	19006.17
(b) Trade receivables	17256.16	16692.16
(c) Cash and bank balances	13939.37	22824.33
(d) Short-term loans and advances	5336.53	5093.19
(e) other current assets	528.64	586.75
Sub-total - Current assets	51253.18	64202.60
TOTAL - ASSETS	**136292.40**	**143128.63**

SARTHAKANA ISPAT LIMITED HYD

P.V.R.K. NAGESWARA RAO & Co. HYDERABAD Chartered Accountants

NOTES:

1. Company's business consists of two Reportable segments viz., Pig Iron and Metallurgical Coke with Co-generation Power.
2. The above financial results for the quarter / half year ended 30th September 2014 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 14th November 2014.
3. The above financial results for the quarter / half year ended 30th September 2014 were subjected to 'Limited Review' by the statutory Auditors of the company.
4. The Integrated project other than fittings line is in final stages of implementation and test runs have already commenced.
5. Pursuant to provisions of Companies Act, 2013 ("the Act"), effective from 01.04.2014, the Company has provided depreciation as per the provisions of Part 'B' or 'C' of Schedule II of the Act as applicable. Consequently depreciation for the quarter ended 30th September, 2014 is higher by Rs.34.64 lakhs and Rs.94.34 lakhs for the half year ended 30th September 2014. Depreciation of Rs.161.99 Lakhs (net of deferred tax) on account of assets whose useful life has already exhausted as on 1st April, 2014 has been adjusted to Retained Earnings.
6. The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / half year ended results.

This is the statement referred to in our Limited Review Report dt 14/11/2014
P.V.R.K. Nageswara Rao

P.V.R.K. NAGESWARA RAO & Co. HYDERABAD Chartered Accountants

For and on behalf of Board of Directors
SATHAVAHANA ISPAT LIMITED

SATHAVAHANA ISPAT LIMITED HYD

(NARESH KUMAR.A)
MANAGING DIRECTOR

Place: Hyderabad,
Date :14.11.2014

P.V.R.K. Nageswara Rao & Co.,
Chartered Accountants

LIMITED REVIEW REPORT

TO
THE BOARD OF DIRECTORS OF
SATHAVAHANA ISPAT LIMITED

We have reviewed the accompanying statement of unaudited financial results of **SATHAVAHANA ISPAT LIMITED** for the quarter and half year ended **30th September, 2014** 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 / Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the accounting standards issued under the Companies (Accounting Standard) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, and other recognised 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.

For P.V.R.K. NAGESWARA RAO & Co.,
Chartered Accountants
Firm's Registration Number: 002283S

P.V.R.K. NAGESWARA RAO & CO. HYDERABAD Chartered Accountants

N. ANKA RAO
Partner
Membership Number:23939

HYDERABAD
14.11.2014

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