SATHAVAHANA ISPAT LIMITED

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

UN-AUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER 2010

(Rs. in Lakhs)

	PARTICULARS	Quarter ended 30.09.2010	Corresponding Quarter ended 30.09.2009	Half Year ended 30.09.2010	Corresponding half year ended 30.09.2009	Previous year ended 31.03.2010
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	(a) Net Sales / Income from operations	17230.71	6910.17	27826.27	19581.73	38477.90
	(b) Other Operating Income	0.00	278.02	0.00	866.84	958.88
2	Expenditure					
	a) (Increase) / decrease in stock-in-trade and work-in-progress	1037.39	1046.94	(1749.50)	6437.21	2568.34
	b) Consumption of raw materials	12022.17	3941.46	21303.14	9007.95	25779.35
	c) Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d) Employees cost	263.17	223.53	520.60	425.73	905.33
	e) Depreciation	395.16	364.45	785.54	729.88	1507.00
	f) Other expenditure	1047.28	785.26	2710.87	2041.95	4916.01
	g) Total	14765.17	6361.64	23570.65	18642.72	35676.03
3	Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	2465.54	826.55	4255.62	1805.85	3760.75
4	Other Income	96.40	113.03	187.10	556.10	1370.19
5	Profit /(Loss) before Interest & Exceptional Items (3+4)	2561.94	939.58	4442.72	2361.95	5130.94
6	Interest	573.38	523.49	1041.98	1087.92	2048.87
7	Profit / (Loss) after interest but before Exceptional Items (5-6)	1988.56	416.09	3400.74	1274.03	3082.07
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00
9	**Profit(+) / Loss (-) from Ordinary activities before tax (7+8)**	**1988.56**	**416.09**	**3400.74**	**1274.03**	**3082.07**
10	Tax expense	650.63	9.12	899.97	306.00	537.10
11	**Net Profit(+) / Loss (-) from Ordinary activities after Tax (9-10)**	1337.93	406.97	2500.77	968.03	2544.97
12	Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00	0.00
13	**Net Profit (+) / Loss (-) for the period/ year (9-10)**	**1337.93**	**406.97**	**2500.77**	**968.03**	**2544.97**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	3340.00	3268.00	3340.00	3268.00	3340.00
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	--	--	--	--	15621.99
16	Earnings Per Share (EPS) in Rs.					
	a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized)	4.01	1.25	7.49	2.97	7.73
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	4.01	1.22	7.49	2.90	7.73
17	Public Shareholding					
	- Number of shares	21309910	21309910	21309910	21309910	21309910
	- percentage of shareholding	63.80	63.80	63.80	63.80	63.80
18	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 (including share warrants)	12090090	12090090	12090090	12090090	12090090
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the Company)	36.20	36.20	36.20	36.20	36.20

SEGMENT REPORTING:					
1	Segment Revenue				
	(a) Pig Iron	9922.40	5705.87	13358.71	15207.47	29646.35
	(b) Metallurgical Coke with Co-generation Power	11878.72	4676.22	21709.32	12976.21	28443.93
	Total	21801.12	10382.09	35068.03	28183.68	58090.28
	Less: Inter /Intra Segment Revenue	4570.41	3471.92	7241.76	8601.95	19612.38
	Net Sales / Income from Operations	17230.71	6910.17	27826.27	19581.73	38477.90
2	Segment Results (Profit(+) / Loss (-) before Tax and interest:					
	(a) Pig Iron	1762.25	114.10	2166.99	-44.12	1176.69
	(b) Metallurgical Coke with Co-generation Power	891.63	825.21	2379.36	2359.53	3977.93
	Total	2653.88	939.31	4546.35	2315.41	5154.62
	Less: (i) Interest (net)	491.25	426.40	880.46	847.79	1644.18
	(ii) Other Un-allocable Expenditure (net)	174.07	96.82	265.15	193.59	428.37
	Total Profit (+) / Loss (-) before Tax	1988.56	416.09	3400.74	1274.03	3082.07
3	Capital Employed (Segment assets - Segment liabilities)					
	(a) Pig Iron	8776.44	3257.56	8776.44	3257.56	5400.26
	(b) Metallurgical Coke with Co-generation Power	12732.35	11897.52	12732.35	11897.52	11689.85
	(c) Unallocated	83.87	2816.48	83.87	2816.48	453.32
	(d) Projects under implementation	1809.07	1846.71	1809.07	1846.71	3319.67
	Total	23401.73	19818.27	23401.73	19818.27	20863.10

STATEMENT OF ASSETS AND LIABILITIES:

Rs. in Lakhs

	Particulars	As at 30.09.2010 (Unaudited)	As at 30.09.2009 (Unaudited)	As at 31.03.2010 (Audited)
I	Shareholders' Funds:			
	(a) Capital	3340.00	3268.00	3340.00
	(b) Share Warrants	0.00	432.00	0.00
	(c) Reserves and Surplus	18122.76	14269.25	15621.99
	Sub Total	21462.76	17969.25	18961.99
II	Loan Funds:			
	(a) Secured Loans	22053.81	13379.60	18504.92
	(b) Unsecured Loans	1418.45	1759.85	1418.45
	Sub Total	23472.26	15139.45	19923.37
III	Deferred Tax Liability	1938.97	1849.02	1916.00
	Total (I+II+III)	46873.99	34957.72	40801.36
IV	Fixed Assets (net)	34059.43	25770.06	31115.43
V	Investments	11.94	8.98	11.94
VI.	CURRENT ASSETS, LOANS AND ADVANCES			
	(a) Inventories	27130.16	9438.24	15592.59
	(b) Sundry Debtors	4331.89	2931.08	3402.67
	(c) Cash and Bank balances	14846.36	8754.38	10989.44
	(d) Other Current Assets	69.36	169.39	121.82
	(e) Loans and Advances	1668.52	2775.79	1655.92
	Sub Total	48046.29	24068.88	31762.44
VII	CURRENT LIABILITIES AND PROVISIONS			
	(a) Liabilities	34504.29	14237.22	21391.26
	(b) Provisions	739.38	652.98	697.19
	Sub Total	35243.67	14890.20	22088.45
VIII	Net Current Assets (VI-VII)	12802.62	9178.68	9673.99
	Total (IV+V+VIII)	46873.99	34957.72	40801.36

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 2010 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 12th November 2010
3. The above financial results for the quarter / half year ended 30th September 2010 were subjected to 'Limited Review' by the Statutory Auditors of the company.
4. Status of Investors' complaints: Opening Balance-Nil, Received during the quarter-three, Resolved during the quarter-three, Closing Balance as at 30th September 2010-Nil.
5. The utilisation of proceeds of preferential issue as on 30th September 2010 is as under : in Rs. Lakhs:

1.Amount incurred on Project and other related business expenditure	4259.36
2.Amount in current account with bank	0.64
Total amount	4260.00

6. The expansion project for addition of Metallurgical Coke capacity by150000 tpa and augmentation of additional co-generation power by 10 MW as also the plans to expand the total power generating capacity to 50 MW by addition of coal fired CFBC Boiler at Kudithini Plant are under Trial Runs and are expected to be commissioned during the third quarter of 2010-11.
7. The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / half year ended results.

For and on behalf of Board of Directors
SATHAVAHANA ISPAT LIMITED
(NARESH KUMAR.A)
MANAGING DIRECTOR

Place: Hyderabad,
Date :12.11.2010