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 2011

(Rs. in Lakhs)

	PARTICULARS	Quarter ended 30.09.2011	Corresponding Quarter ended 30.09.2010	Half Year ended 30.09.2011	Corresponding half year ended 30.09.2010	Previous year ended 31.03.2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	(a) Net Sales / Income from operations	7220.78	17230.71	24453.38	27826.27	67872.82
	(b) Other Operating Income	86.63	4.28	292.50	12.58	177.25
2	Expenditure					
	a) (Increase) / decrease in stock-in-trade and work-in-progress	(6607.71)	1037.39	(9726.82)	(1749.50)	(4292.71)
	b) Consumption of raw materials	11477.94	12022.17	27680.61	21303.14	54430.54
	c) Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d) Employees cost	336.16	263.17	676.90	520.60	1143.41
	e) Depreciation	492.01	395.16	978.37	785.54	1677.21
	f) Foreign exchange fluctuations (net)	2272.87	(264.62)	2431.00	302.67	171.85
	g) Other expenditure	974.12	1311.90	2394.25	2408.20	5325.01
	h) Total	8945.39	14765.17	24434.31	23570.65	58455.31
3	Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	(1637.98)	2469.82	311.57	4268.20	9594.76
4	Other Income	116.50	92.12	227.91	174.52	800.42
5	Profit /(Loss) before Interest & Exceptional Items (3+4)	(1521.48)	2561.94	539.48	4442.72	10395.18
6	Interest	674.98	573.38	1491.93	1041.98	2492.36
7	Profit / (Loss) after interest but before Exceptional Items (5-6)	(2196.46)	1988.56	(952.45)	3400.74	7902.82
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00
9	**Profit(+) / Loss (-) from Ordinary activities before tax (7+8)**	**(2196.46)**	**1988.56**	**(952.45)**	**3400.74**	**7902.82**
10	Tax expense	(334.16)	650.63	77.12	899.97	2248.75
11	**Net Profit(+) / Loss (-) from Ordinary activities after Tax (9-10)**	(1862.30)	1337.93	(1029.57)	2500.77	5654.07
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 (11-12)**	**(1862.30)**	**1337.93**	**(1029.57)**	**2500.77**	**5654.07**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	3460.00	3340.00	3460.00	3340.00	3460.00
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	--	--	--	--	21152.22
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)	(5.38)	4.01	(2.98)	7.49	16.91
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(4.85)	4.01	(2.68)	7.49	16.81
17	Public Shareholding					
	- Number of shares	22109910	21309910	22109910	21309910	22109910
	- percentage of shareholding	57.58	63.80	57.58	63.80	57.58
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)	16290090	12090090	16290090	12090090	16290090
	- 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)	42.42	36.20	42.42	36.20	42.42



SEGMENT REPORTING:

1	Segment Revenue					
	(a) Pig Iron	5161.20	9922.40	11938.52	13358.71	26609.55
	(b) Metallurgical Coke with Co-generation Power	2894.04	11878.72	18298.35	21709.32	57126.87
	Total	8055.24	21801.12	30236.87	35068.03	83736.42
	Less: Inter /Intra Segment Revenue	834.46	4570.41	5783.49	7241.76	15863.60
	Net Sales / Income from Operations	7220.78	17230.71	24453.38	27826.27	67872.82
2	Segment Results (Profit(+) / Loss (-) before Tax and interest:					
	(a) Pig Iron	(298.89)	1762.25	(587.51)	2166.99	2828.62
	(b) Metallurgical Coke with Co-generation Power	(1256.89)	891.63	1107.44	2379.36	7588.23
	Total	(1555.78)	2653.88	519.93	4546.35	10416.85
	Less: (i) Interest (net)	561.33	491.25	1269.82	880.46	1715.73
	(ii) Other Un-allocable Expenditure (net)	79.35	174.07	202.56	265.15	798.30
	Total Profit (+) / Loss (-) before Tax	(2196.46)	1988.56	(952.45)	3400.74	7902.82
3	Capital Employed (Segment assets - Segment liabilities)					
	(a) Pig Iron	4565.27	8776.44	4565.27	8776.44	5250.01
	(b) Metallurgical Coke with Co-generation Power	17232.84	12732.35	17232.84	12732.35	15287.54
	(c) Unallocated	815.38	83.87	815.38	83.87	3994.26
	(d) Projects under implementation	4037.49	1809.07	4037.49	1809.07	3048.16
	Total	26650.99	23401.73	26650.99	23401.73	27579.97

STATEMENT OF ASSETS AND LIABILITIES:

Rs. in Lakhs

	Particulars	As at 30.09.2011 (Unaudited)	As at 30.09.2010 (Unaudited)	As at 31.03.2011 (Audited)
I	Shareholders' Funds:			
	(a) Capital	3460.00	3340.00	3460.00
	(b) Share Warrants	570.00	0.00	570.00
	(c) Reserves and Surplus	20122.66	18122.76	21152.22
	Sub Total	24152.66	21462.76	25182.22
II	Loan Funds:			
	(a) Secured Loans	21195.68	22053.81	22239.69
	(b) Unsecured Loans	1077.30	1418.45	1077.30
	Sub Total	22272.98	23472.26	23316.99
III	Deferred Tax Liability	2498.33	1938.97	2397.76
	Total (I+II+III)	48923.97	46873.99	50896.97
IV	Fixed Assets (net)	36933.29	34059.43	36708.33
V	Investments	11.94	11.94	11.94
VI.	CURRENT ASSETS, LOANS AND ADVANCES			
	(a) Inventories	31260.38	27130.16	21889.32
	(b) Sundry Debtors	3200.70	4331.89	5414.81
	(c) Cash and Bank balances	6022.38	14846.36	7745.70
	(d) Other Current Assets	148.48	69.36	204.42
	(e) Loans and Advances	2688.54	1668.52	1360.72
	Sub Total	43320.48	48046.29	36614.97
VII	CURRENT LIABILITIES AND PROVISIONS			
	(a) Liabilities	30408.73	34504.29	21488.82
	(b) Provisions	933.01	739.38	949.45
	Sub Total	31341.74	35243.67	22438.27
VIII	Net Current Assets (VI-VII)	11978.74	12802.62	14176.70
	Total (IV+V+VIII)	48923.97	46873.99	50896.97

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 2011 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 14th November 2011
3. The above financial results for the quarter / half year ended 30th September 2011 were subjected to 'Limited Review' by the Statutory Auditors of the company.
4. Status of Investors' complaints: Opening Balance-Nil, Received during the quarter-one, Resolved during the quarter-one, Closing Balance as at 30th September 2011-Nil.
5. The utilisation of proceeds of preferential issue made on 15.03.2011 as on 30th September 2011 is as under : in Rs. Lakhs:

1.Amount incurred on Project and other related business expenditure	40.00
2.Amount in fixed deposit with bank	1250.00
Total amount	1290.00

6. 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 2011-12.
7. During the quarter the Pig Iron production was affected due to non availability of Iron Ore.
8. The losses during the quarter was mainly due to foreign exchange losses and high interest expense.
9. 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 :14.11.2011