SATHAVAHANA ISPAT LIMITED

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

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2011

(Rs. in Lakhs)

	PARTICULARS	Quarter ended 31.03.2011 (Unaudited)	Quarter ended 31.03.2010 (Unaudited)	Current year ended 31.03.2011 (Audited)	Previous year ended 31.03.2010 (Audited)
1	(a) Net Sales / Income from operations	19086.17	11540.36	67869.53	38477.90
	(b) Other Operating Income	3.29	11.36	3.29	958.88
2	Expenditure				
	a) (Increase) / decrease in stock-in-trade and work-in-progress	(3007.30)	(811.57)	(4292.71)	2568.34
	b) Consumption of raw materials	16542.86	9268.10	54430.54	25779.35
	c) Purchase of traded goods	0.00	0.00	0.00	0.00
	d) Employees cost	336.24	247.99	1143.41	905.33
	e) Depreciation	485.66	387.12	1677.21	1507.00
	f) Other expenditure	1922.35	1548.37	5496.86	4916.01
	g) Total	16279.81	10640.01	58455.31	35676.03
3	Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	2809.65	911.71	9417.51	3760.75
4	Other Income	528.08	553.77	977.67	1370.19
5	Profit /(Loss) before Interest & Exceptional Items (3+4)	3337.73	1465.48	10395.18	5130.94
6	Interest	920.68	513.99	2492.36	2048.87
7	Profit / (Loss) after interest but before Exceptional Items (5-6)	2417.05	951.49	7902.82	3082.07
8	Exceptional Items	0.00	0.00	0.00	0.00
9	**Profit(+) / Loss (-) from Ordinary activities before tax (7+8)**	**2417.05**	**951.49**	**7902.82**	**3082.07**
10	Tax expense	657.79	1.82	2248.75	537.10
11	**Net Profit(+) / Loss (-) from Ordinary activities after Tax (9-10)**	1759.26	949.67	5654.07	2544.97
12	Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00
13	**Net Profit (+) / Loss (-) for the period/ year (11-12)**	**1759.26**	**949.67**	**5654.07**	**2544.97**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	3460.00	3340.00	3460.00	3340.00
15	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	--	--	21152.22	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)	5.26	2.89	16.91	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)	5.23	2.89	16.81	7.73
17	Public Shareholding				
	- Number of shares	22109910	21309910	22109910	21309910
	- percentage of shareholding	57.58	63.80	57.58	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)	16290090	12090090	16290090	12090090
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	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



SEGMENT REPORTING				
1 Segment Revenue				
(a) Pig Iron	6392.97	8328.42	26609.55	29646.35
(b) Metallurgical Coke with Co-generation Power	18135.77	8751.25	57123.58	28443.93
Total	24528.74	17079.67	83733.13	58090.28
Less: Inter /Intra Segment Revenue	5442.57	5539.31	15863.60	19612.38
Net Sales / Income from Operations	19086.17	11540.36	67869.53	38477.90
2 Segment Results (Profit(+) / Loss (-) before Tax and interest:				
(a) Pig Iron	126.35	345.41	2828.62	1176.69
(b) Metallurgical Coke with Co-generation Power	2913.32	1152.67	7588.23	3977.93
Total	3039.67	1498.08	10416.85	5154.62
Less: (i) Interest (net)	144.05	438.89	1715.73	1644.18
(ii) Other Un-allocable Expenditure (net)	478.57	107.70	798.30	428.37
Total Profit / (Loss) before Tax	2417.05	951.49	7902.82	3082.07
3 Capital Employed (Segment assets - Segment liabilities)				
(a) Pig Iron	5250.01	5400.26	5250.01	5400.26
(b) Metallurgical Coke with Co-generation Power	15287.54	11689.85	15287.54	11689.85
(c) Unallocated	3994.26	453.32	3994.26	453.32
(d) Projects under implementation	3048.16	3319.67	3048.16	3319.67
Total	27579.97	20863.10	27579.97	20863.10

Audited Statement of Assets and Liabilities as on 31.03.2011

Rs. Lakhs

Particulars		As at 31.03.2011	As at 31.03.2010
I	**Shareholders' Funds:**		
	(a) Capital	3460.00	3340.00
	(b) Money received against Share Warrants	570.00	0.00
	(c) Reserves and Surplus	21152.22	15621.99
	Sub Total	25182.22	18961.99
II	**Loan Funds:**		
	(a) Secured Loans	22239.69	18504.92
	(b) Unsecured Loans	1077.30	1418.45
	Sub Total	23316.99	19923.37
III	**Deferred Tax Liability**	2397.76	1916.00
	Total (I+II+III)	50896.97	40801.36
IV	**Fixed Assets (net)**	36708.33	31115.43
V	**Investments**	11.94	11.94
VI.	**CURRENT ASSETS, LOANS AND ADVANCES**		
	(a) Inventories	21889.32	15592.59
	(b) Sundry Debtors	5414.81	3402.67
	(c) Cash and Bank balances	7745.70	10989.44
	(d) Other Current Assets	204.42	121.82
	(e) Loans and Advances	1360.72	1655.92
	Sub Total	36614.97	31762.44
VII	**CURRENT LIABILITIES AND PROVISIONS**		
	(a) Liabilities	21488.82	21391.26
	(b) Provisions	949.45	697.19
	Sub Total	22438.27	22088.45
VIII	**Net Current Assets (VI-VII)**	14176.70	9673.99
	Total (IV+V+VIII)	50896.97	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 year ended 31st March 2011 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 30th May 2011
3. The Board of Directors recommended a dividend of Rs.1.80 per share (18%) amounting to Rs.622.80 Lakhs for the financial year ended 31st March 2011 which is subject to approval of members in General Meeting. The applicable corporate dividend tax amounting to Rs.101.03 Lakhs will be paid by the company.
4. Status of Investors' complaints: Opening Balance-Nil, Received during the quarter-seven, Resolved during the quarter-seven, Closing Balance as at 31st March 2011-Nil.
5. The utilisation of proceeds of preferential issue as on 31.03.2011 is as under : in Rs. Lakhs:

	2008 Issue	2010 Issue
1.Amount incurred on Project and other related business expenditure	4260.00	0.00
2.Amount in current account with bank	0.00	1290.00
Total amount	4260.00	1290.00

6. The expansion project for augmentation of additional co-generation power by 10 MW as also the plans to expand the total power generating capacity to 50 MW at Kudithini unit by addition of coal fired CFBC Boiler is expected to be commissioned in second quarter of financial year 2011-12 as there were some teething troubles.
7. The figures have been regrouped / rearranged wherever necessary so as to conform to the year / period ended results.

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

Place: Hyderabad,
Date :30.05.2011