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

BY FAX / COURIER

REF: SIL/SEC/1054/2012

30th May, 2012

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

COMPANY CODE. **SATHAISPAT.**

Dear Sir,

SUB: SUBMISSION OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2012.

* * *

Pursuant to Clause 41 of the Listing Agreement, we submit herewith a statement of Audited Financial Results of the Company for the year ended 31st March, 2012 as approved and taken on record by the Board of Directors of the Company at its meeting held on 30th May, 2012.

Further we report the following financial results summary pursuant to Clause 20:

(Rs. in Lakhs)

S.No.	Particulars	2011-12	2010-11
1.	Net Turnover and Other Income	64569.92	68850.49
2.	Gross Profit / (Loss) (PBDIT)	(2373.49)	12341.51
	Less: (a) Finance costs	4334.39	2761.48
	(b) Depreciation	1989.99	1677.21
	(c) Tax expense	(753.08)	2248.75
3.	Net Profit / (Loss) after Tax	(7944.79)	5654.07
4.	Accumulated Profits (Reserve & Surplus)	14122.43	21152.22
5.	Amounts appropriated:		
	(a) General Reserve	0.00	2500.00
	(b) Dividend (Current year Nil, Previous year Rs.1.80 per Share)	0.00	622.80
	(c) Corporate Dividend Tax	0.00	101.03

(Contd...2)

Note : Please address all the correspondence to head office

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This may please be noted and taken on record and relay the same to the esteemed members of the stock exchange.

Thanking you,

Yours faithfully
For SATHAVAHANA ISPAT LIMITED

(K.V. KRISHNA RAO)
CHIEF FINANCIAL OFFICER &
COMPANY SECRETARY

Encl: As above

SATHAVAHANA ISPAT LIMITED

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

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2012

PART I

(Rs. in Lakhs)

	PARTICULARS	Quarter ended			Current year ended	Previous year ended
		31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Income from operations					
	(a) Net Sales / Income from operations (net of excise duty)	20444.71	18394.44	19086.17	63292.53	67869.53
	(b) Other Operating Income	0.55	27.79	3.29	71.35	0.00
	Total Income from operations (net)	20445.26	18422.23	19089.46	63363.88	67869.53
2	Expenses					
	a) Cost of Materials consumed	15419.55	15099.67	16542.86	58199.83	54430.54
	b) Purchase of stock-in-trade	0.00	0.00	0.00	0.00	0.00
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	5891.58	2783.64	(3007.30)	(1051.60)	(4292.71)
	d) Employee benefits expense	227.96	518.34	395.43	1423.20	1351.66
	e) Depreciation and amortisation expense	518.11	493.51	485.66	1989.99	1677.21
	f) Foreign exchange fluctuations (net)	(645.80)	1857.89	56.53	3643.09	171.85
	g) Other expenses	780.35	1554.29	1806.63	4728.89	4847.64
	h) Total	22191.75	22307.34	16279.81	68933.40	58186.19
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	(1746.49)	(3885.11)	2809.65	(5569.52)	9683.34
4	Other Income	555.48	173.16	528.08	1206.04	980.96
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(1191.01)	(3711.95)	3337.73	(4363.48)	10664.30
6	Finance costs	1965.08	877.38	920.68	4334.39	2761.48
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(3156.09)	(4589.33)	2417.05	(8697.87)	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)**	**(3156.09)**	**(4589.33)**	**2417.05**	**(8697.87)**	**7902.82**
10	Tax expense	(886.28)	56.08	657.79	(753.08)	2248.75
11	**Net Profit(+) / Loss (-) from Ordinary activities after Tax (9-10)**	(2269.81)	(4645.41)	1759.26	(7944.79)	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)**	**(2269.81)**	**(4645.41)**	**1759.26**	**(7944.79)**	**5654.07**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	3643.00	3460.00	3460.00	3643.00	3460.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	--	--	--	14122.43	21152.22
16	Earnings / (Loss) Per Share before extraordinary items of Rs.10/- each (not annualised) in Rs.					
	(a) Basic	(6.22)	(13.43)	5.26	(22.96)	16.91
	(b) Diluted	(6.22)	(13.43)	5.23	(22.96)	16.81
17	Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.					
	(a) Basic	(6.22)	(13.43)	5.26	(22.96)	16.91
	(b) Diluted	(6.22)	(13.43)	5.23	(22.96)	16.81
	Please see accompanying notes to the financial results					
PART II						
A	PARTICULARS OF SHAREHOLDING:					
1	Public Shareholding:					
	- Number of shares	22109910	22109910	22109910	22109910	22109910
	- percentage of shareholding	57.58	57.58	57.58	57.58	57.58
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 (including share warrants)	16290090	16290090	16290090	16290090	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	42.42	42.42	42.42	42.42



B	INVESTOR COMPLAINTS:	Quarter ended
	Particulars	31.03.2012
	Pending at the beginning of the quarter	Nil
	Received during the quarter	Nil
	Disposed during the quarter	Nil
	Remaining unresolved at the end of the quarter	Nil

SEGMENT REPORTING:

(Rs. In lakhs)

	PARTICULARS	Quarter ended			Current year ended	Previous year ended
		31.03.2012	31.12.2011	31.03.2011	31.03.2012	31.03.2011
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Segment Revenue:					
	(a) Pig Iron	8296.89	7388.85	6392.97	27624.27	26609.55
	(b) Metallurgical Coke with Co-generation Power	19677.86	15191.49	18135.77	53167.69	57123.58
	Total	27974.75	22580.34	24528.74	80791.96	83733.13
	Less: Inter /Intra Segment Revenue	7530.04	4185.90	5442.57	17499.43	15863.60
	Net Sales / Income from Operations	20444.71	18394.44	19086.17	63292.53	67869.53
2	Segment Results (Profit(+) / Loss (-) before Tax and interest:					
	(a) Pig Iron	(1474.05)	(1430.49)	126.35	(3492.05)	2828.62
	(b) Metallurgical Coke with Co-generation Power	(727.82)	(2226.00)	2913.32	(1846.38)	7588.23
	Total	(2201.87)	(3656.49)	3039.67	(5338.43)	10416.85
	Less: (i) Interest (net)	874.29	766.84	144.05	2910.95	1715.73
	(ii) Other Un-allocable Expenditure (net)	79.93	166.00	478.57	448.49	798.30
	Total Profit (+) / Loss (-) before Tax	(3156.09)	(4589.33)	2417.05	(8697.87)	7902.82
3	Capital Employed (Segment assets - Segment liabilities)					
	(a) Pig Iron	10480.29	5350.84	5250.01	10480.29	5250.01
	(b) Metallurgical Coke with Co-generation Power	6036.39	11361.06	15287.54	6036.39	15287.54
	(c) Unallocated	1694.21	328.49	3994.26	1694.21	3994.26
	(d) Projects under implementation	1550.17	5021.27	3048.16	1550.17	3048.16
	Total	19761.06	22061.66	27579.97	19761.06	27579.97

STATEMENT OF ASSETS AND LIABILITIES

(Rs. In lakhs)

	Particulars	As at 31.03.2012	As at 31.03.2011
A	**EQUITY AND LIABILITIES**		
1	Shareholders' funds		
	(a) Share capital	3643.00	3460.00
	(b) Reserves and surplus	14122.43	21152.22
	(c) Money received against share warrants	295.50	570.00
	Sub-total - Shareholders funds	18060.93	25182.22
2	Share application money pending allotment	0.00	0.00
3	Non-current liabilities		
	(a) Long-term borrowings	12606.76	13580.70
	(b) Deferred tax liabilities (net)	1700.13	2397.75
	(c) Other long-term liabilities	645.34	328.15
	(d) Long-term provisions	213.59	172.38
	Sub-total - Non-current liabilities	15165.82	16478.98
4	Current liabilities		
	(a) Short-term borrowings	36737.61	6184.78
	(b) Trade payables	31500.03	18441.63
	(c) Other current liabilities	10621.77	6270.55
	(d) Short-term provisions	7.47	777.07
	Sub-total - Current liabilities	78866.88	31674.03
	TOTAL - EQUITY AND LIABILITIES	**112093.63**	**73335.23**
B	**ASSETS**		
1	Non-current assets		
	(a) Fixed Assets	40327.21	35140.14
	(b) Non-current investments	11.84	11.95
	(c) Deferred tax assets (net)	0.00	0.00
	(d) Long-term loans and advances	1119.93	2049.10
	(e) Other non-current assets	921.82	867.58
	Sub-total - Non-current assets	42380.80	38068.77
2	Current Assets		
	(a) Current investments	500.22	0.00
	(b) Inventories	34754.36	21889.32
	(c) Trade receivables	13216.68	4869.26
	(d) Cash and cash equivalents	17790.07	7745.70
	(e) Short-term loans and advances	3143.57	515.76
	(f) other current assets	307.93	246.42
	Sub-total - Current assets	69712.83	35266.46
	TOTAL - ASSETS	**112093.63**	**73335.23**



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 / year ended 31st March 2012 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 30th May 2012
3. The utilisation of proceeds of preferential issue made on 15.03.2011 as on 31st March 2012 is as under : in Rs. Lakhs:

1.Amount incurred on Project and other related business expenditure	1289.90
2.Amount in current account with bank	823.60
Total amount	2113.50

4. 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 has been commissioned on 8th March 2012.
5. The losses during the year were mainly due to foreign exchange losses and high interest expense.
6. The figures of last quarter ended 31st March 2012 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter ended 31st December 2011 of the current financial year.
7. The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / year ended results.

For and on behalf of Board of Directors
SATHAVAHANA ISPAT LIMITED

(NARESH KUMAR A)
MANAGING DIRECTOR

Place: Hyderabad,
Date :30.05.2012