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 COURIER

REF: SIL/SEC/1369/2014

Dated: 13th February, 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 NINE MONTHS ENDED 31ST DECEMBER, 2013.
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 nine months ended 31st December, 2013 as approved and taken on record by the Board of Directors of the Company at its meeting held on 13th February, 2014.

Also please find enclosed herewith a copy of the "Limited Review" report dated 13th February, 2014 issued by the Statutory Auditors of the Company on the Unaudited Financial Results for the quarter and nine months ended 31st December, 2013.

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2013

PART I (Rs. in Lakhs)

	PARTICULARS	Quarter ended			Nine Months ended		Previous year ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Net Sales / Income from operations (net of excise duty)	23041.20	28569.25	13086.64	76378.57	58573.09	75136.05
	(b) Other Operating Income	0.00	0.02	0.00	0.02	0.02	0.02
	Total Income from operations (net)	23041.20	28569.27	13086.64	76378.59	58573.11	75136.07
2	Expenses						
	a) Cost of Materials consumed	17422.57	17045.30	14586.46	49111.91	44304.14	59605.14
	b) Purchase of stock-in-trade	0.00	3312.20	0.00	7290.27	304.91	304.91
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	1720.80	4743.20	(6935.15)	9093.93	1366.40	(890.40)
	d) Employee benefits expense	470.20	443.02	357.47	1302.68	981.40	1442.67
	e) Depreciation and amortisation expense	473.79	630.00	560.04	1725.94	1708.81	2325.06
	f) Foreign exchange fluctuations (other than considered as finance cost)	0.00	2616.40	106.63	6024.05	2372.81	776.85
	g) Other expenses	1530.65	1380.34	447.20	3978.91	3149.72	5126.98
	h) Total expenses	21618.01	30170.46	9122.65	78527.69	54188.19	68691.21
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	1423.19	(1601.19)	3963.99	(2149.10)	4384.92	6444.86
4	Other Income	1722.37	216.59	267.26	954.19	834.07	1284.54
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	3145.56	(1384.60)	4231.25	(1194.91)	5218.99	7729.40
6	Finance costs:						
	a) Interest and other borrowing costs	1493.06	1365.87	1056.06	4055.79	3290.82	4339.03
	b) Net loss on foreign currency transaction and translation	649.95	563.26	1720.40	1666.15	1720.40	2811.16
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	1002.55	(3313.73)	1454.79	(6916.85)	207.77	579.21
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)**	**1002.55**	**(3313.73)**	**1454.79**	**(6916.85)**	**207.77**	**579.21**
10	Tax expense	131.70	65.22	67.19	(2.17)	131.90	359.27
11	**Net Profit / (Loss) from Ordinary activities after Tax (9-10)**	870.85	(3378.95)	1387.60	(6914.68)	75.87	219.94
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)**	**870.85**	**(3378.95)**	**1387.60**	**(6914.68)**	**75.87**	**219.94**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	3840.00	3840.00	3840.00	3840.00	3840.00	3840.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year		--	--	--	--	15327.37
16	Earnings / (Loss) Per Share before extraordinary items of Rs.10/- each (not annualised) in Rs.						
	(a) Basic	2.26	(8.80)	3.70	(18.01)	0.20	0.59
	(b) Diluted	2.26	(8.80)	3.61	(18.01)	0.20	0.57
17	Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.						
	(a) Basic	2.26	(8.80)	3.70	(18.01)	0.20	0.59
	(b) Diluted	2.26	(8.80)	3.61	(18.01)	0.20	0.57
	Please see accompanying notes to the financial results						

PART II : Select information for the quarter / nine months ended 31st December 2013

A	PARTICULARS OF SHAREHOLDING:						
1	Public Shareholding:						
	- Number of shares	22109910	22109910	22109910	22109910	22109910	22109910
	- percentage of shareholding	57.58	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	16290090	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	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	42.42

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B	INVESTOR COMPLAINTS:	Quarter ended
	Particulars	31.12.2013
	Pending at the beginning of the quarter	1
	Received during the quarter	2
	Disposed during the quarter	3
	Remaining unresolved at the end of the quarter	0

SEGMENT REPORTING:

(Rs. In lakhs)

	PARTICULARS	Quarter ended			Nine Months ended		Previous year ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue:						
	(a) Pig Iron	7026.16	8196.31	66.04	23493.08	14481.99	18797.27
	(b) Metallurgical Coke with Co-generation Power	20926.14	25068.87	13409.57	66713.65	50461.53	66508.32
	Total	27952.30	33265.18	13475.61	90206.73	64943.52	85305.59
	Less: Inter /Intra Segment Revenue	4911.10	4695.91	388.97	13828.14	6370.41	10169.52
	Net Sales / Income from Operations	23041.20	28569.27	13086.64	76378.59	58573.11	75136.07
2	Segment Results (Profit / (Loss) before Tax and interest:						
	(a) Pig Iron	(552.72)	(1418.26)	(443.01)	(3651.12)	(2273.32)	(3573.12)
	(b) Metallurgical Coke with Co-generation Power	2761.52	(691.14)	2759.19	233.80	5069.30	7589.43
	Total	2208.80	(2109.40)	2316.18	(3417.32)	2795.98	4016.31
	Less: (i) Interest (net)	783.95	867.02	717.92	2335.15	2224.18	2912.97
	(ii) Other Un-allocable Expenditure (net)	422.30	337.31	143.47	1164.38	364.03	524.13
	Total Profit / (Loss) before Tax	1002.55	(3313.73)	1454.79	(6916.85)	207.77	579.21
3	Capital Employed (Segment assets - Segment liabilities)						
	(a) Pig Iron	5824.65	3107.07	8352.16	5824.65	8352.16	2445.57
	(b) Metallurgical Coke with Co-generation Power	6354.62	9692.41	11477.14	6354.62	11477.14	18294.13
	(c) Unallocated	6633.31	509.51	1026.02	6633.31	1026.02	488.70
	Total	18812.58	13308.99	20855.32	18812.58	20855.32	21228.40

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 / nine months ended 31st December 2013 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 13th February 2014
3. The above financial results for the quarter / nine months ended 31st December 2013 were subjected to 'Limited Review' by the statutory Auditors of the company, reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 13th February 2014
4. In terms of authorisation accorded by the shareholders at the Extraordinary General meeting held on 19.12.2013 for issue and allottment of 12500000 equity shares at issue price of Rs.36/- per equity share, the proposed allottees have since paid share application money of Rs.45.00 crores. Pending allottment the amount has been kept in a separate bank account.
5. The loss during the nine months was mainly due to foreign exchange losses. However during the quarter there is a gain of Rs.1236.98 lakhs on account of foreign exchange fluctuations (other than considered in finance cost) and net Loss of Rs.649.95 lakhs on account of foreign exchange transaction and translation and as such the former has been grouped in other income and the later was presented in finance cost.
6. The capital works on integrated project at Haresamudram Village, Bommanahal Mandal, Anantapur District, Andhra Pradesh is in progress.
7. The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / nine months ended results.

For and on behalf of Board of Directors
SATHAVAHANA ISPAT LIMITED

(NARESH KUMAR.A)
MANAGING DIRECTOR

Place: Hyderabad,
Date :13.02.2014