CIN : L27109TG1989PLC010654

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
web : www.sathavahana.com

REF: SIL/SEC/ 1617/2016

Date: 12.08.2016

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 Sirs,

SUB: 1) SUBMISSION OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2016.
2) SUBMISSION OF LIMITED REVIEW REPORT.

REF: COMPANY CODE NO: **SATHAISPAT**.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015, we submit herewith a statement of Unaudited Financial Results of the Company for the quarter ended 30th June 2016 as approved and taken on record by the Board of Directors of the Company at its meeting held on 12th August 2016.

Also please find enclosed herewith a copy of the "Limited Review" report dated 12th August 2016, issued by the Statutory Auditors of the Company on the Unaudited Financial Results for the quarter ended 30th June 2016.

Thanking you,

Yours faithfully
For SATHAVAHANA ISPAT LIMITED

(K V KRISHNA RAO)
CFO & COMPANY SECRETARY

Encl: As above

SATHAVAHANA ISPAT LIMITED

CIN:L27109TG1989PLC010654
Regd.Office: 314, Sri Rama Krishna Towers, Nagarjuna Nagar, Hyderabad - 500 073
Email: sathavahana@eth.net

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2016

PART I

(Rs. in Lakhs)

	PARTICULARS	Quarter ended			Previous year ended
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations				
	(a) Net Sales / Income from operations (net of excise duty)	27983.55	34205.13	23222.04	117925.06
	(b) Other Operating Income	0.06	14.29	0.07	105.75
	Total Income from operations (net)	27983.61	34219.42	23222.11	118030.81
2	Expenses				
	a) Cost of Materials consumed	13888.12	12491.08	14512.04	56170.06
	b) Purchase of stock-in-trade	6226.79	6814.00	4763.67	35250.04
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	(350.10)	8429.46	(1788.99)	943.99
	d) Employee benefits expense	1012.15	1167.64	864.99	4005.02
	e) Depreciation and amortisation expense	1158.24	(128.25)	1566.25	4598.08
	f) Foreign exchange fluctuations (other than considered as finance cost)	583.90	148.76	576.55	2285.01
	g) Other expenses	2615.96	4353.92	1609.27	11238.19
	h) Total Expenses	25135.06	33276.61	22103.78	114490.39
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	2848.55	942.81	1118.33	3540.42
4	Other Income	219.65	290.14	181.79	908.62
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	3068.20	1232.95	1300.12	4449.04
6	Finance costs:				
	a) Interest and other borrowing costs	2546.73	2357.87	2295.23	9411.41
	b) Net loss on foreign currency transaction and translation	248.51	176.50	470.09	1018.23
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	272.96	(1301.42)	(1465.20)	(5980.60)
8	Exceptional Items	0.00	0.00	0.00	0.00
9	**Profit(+) / Loss (-) from Ordinary activities before tax (7+8)**	**272.96**	**(1301.42)**	**(1465.20)**	**(5980.60)**
10	Tax expense	0.00	(2537.84)	8.07	(2545.70)
11	**Net Profit(+) / Loss (-) from Ordinary activities after Tax (9-10)**	272.96	1236.42	(1473.27)	(3434.90)
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)**	**272.96**	**1236.42**	**(1473.27)**	**(3434.90)**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	5090.00	5090.00	5090.00	5090.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	--	--	--	11760.95
16	Earnings / (Loss) Per Share before extraordinary items of Rs.10/- each (not annualised) in Rs.				
	(a) Basic	0.54	2.43	(2.89)	(6.75)
	(b) Diluted	0.54	2.43	(2.89)	(6.75)
17	Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.				
	(a) Basic	0.54	2.43	(2.89)	(6.75)
	(b) Diluted	0.54	2.43	(2.89)	(6.75)
	Please see accompanying notes to the financial results				

SEGMENT REPORTING:				(Rs. In lakhs)
PARTICULARS	Quarter ended			Previous year ended
	30.06.2016	31.03.2016	30.06.2015	31.03.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue:				
(a) Ferrous Products	15931.11	22518.79	10500.66	55502.90
(b) Metallurgical Coke with Co-generation Power	17986.73	15623.81	17463.00	81848.06
Total	33917.84	38142.60	27963.66	137350.96
Less: Inter /Intra Segment Revenue	5934.23	3923.18	4741.55	19320.15
Net Sales / Income from Operations	27983.61	34219.42	23222.11	118030.81
2 Segment Results (Profit(+) / Loss (-) before Tax and interest:				
(a) Ferrous Products	2232.22	1354.64	695.08	3330.79
(b) Metallurgical Coke with Co-generation Power	47.54	(724.70)	(253.73)	(1552.49)
Total	2279.76	629.94	441.35	1778.30
Less: (i) Interest (net)	1993.68	1923.62	1896.43	7737.75
(ii) Other Un-allocable Expenditure (net)	13.12	7.74	10.12	21.15
Total Profit (+) / Loss (-) before Tax	272.96	(1301.42)	(1465.20)	(5980.60)
3 Capital Employed (Segment assets - Segment liabilities)				
(a) Ferrous Products				
Segment Assets	89816.69	83600.91	83908.31	83600.91
Segment Liabilities	67564.40	66840.28	65525.13	66840.28
Segment capital employed	22252.29	16760.63	18383.18	16760.63
(b) Metallurgical Coke with Co-generation Power				
Segment Assets	43192.34	49315.43	59271.01	49315.43
Segment Liabilities	48663.43	49673.72	56646.90	49673.72
Segment capital employed	(5471.09)	(358.29)	2624.11	(358.29)
(c) Unallocated	342.72	448.61	359.06	448.61
Total	17123.92	16850.95	21366.35	16850.95

NOTES:

1. Company's business consists of two Reportable segments viz., Ferrous Products and Metallurgical Coke with Co-generation Power.
2. The above financial results for the quarter ended 30th June 2016 were subjected to Limited Review by the statutory auditors of the Company and were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 12th August 2016
3. The company along with some other buyers contested before the Hon'ble High Court of Karnataka (HC) the levy of Forest Development Tax (FDT) by the mining companies on their sale of Iron Ore. The Hon'ble HC vide its judgement dated 15.02.2016 has granted partial relief to the company and directed the Government of Karnataka (GOK) to refund the FDT collected earlier. Following the judgement the company has vide its letter dated 09.03.2016 filed an application for refund of ₹2325.73 lakhs towards FDT collected earlier. However some of the miners have since gone on appeal before the Hon'ble Supreme Court against the above judgement. Pending disposal of the appeal, the company has not recognised the said refund claim in its books of account .
4. The figures of last quarter ended 31st March 2016 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter ended 31st December 2015 of the previous financial year.
5. 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 :12.08.2016

P.V.R.K. Nageswara Rao & Co.,
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT

TO
THE BOARD OF DIRECTORS OF
SATHAVAHANA ISPAT LIMITED

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **SATHAVAHANA ISPAT LIMITED** ("the company") for the quarter ended 30th June, 2016 ("the Statement"). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Accounting Standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P.V.R.K. NAGESWARA RAO & Co.,
Chartered Accountants
Firm's Registration Number: 002283S

P.V.R.K. NAGESWARA RAO & Co., HYDERABAD, Chartered Accountants

N. ANKA RAO
Partner
Membership Number:23939

HYDERABAD
12.08.2016

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