CIN : L27109TG1989PLC010654

SATHAVAHANA ISPAT LIMITED

H.O. : 505, Block 1, Divyashakti Complex, Ameerpet, Hyderabad - 500 0
Phones : 23730812,3,4 Fax : +91-40-23730566 E-mail : sathavahana@et
web : www.sathavahana.com

REF: SIL/SEC/1650/2017

Date: 14.02.2017

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 / NINE MONTHS ENDED 31ST DECEMBER, 2016.
2) SUBMISSION OF LIMITED REVIEW REPORT.

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

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we are herewith filing a statement of Unaudited Financial Results of the Company for the quarter / nine months ended 31st December, 2016 as approved and taken on record by the Board of Directors of the Company at its meeting held on 14th February 2017.

Also please find enclosed herewith a copy of the "Limited Review" report dated 14th February 2017, issued by the Statutory Auditors of the Company.

Please take the above on record.

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
CIN :L27109TG1989PLC010654
Email: sathavahana@eth.net. www.sathavahana.com

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER / NINE MONTHS ENDED 31ST DECEMBER 2016

PART I

(Rs. in Lakhs)

	PARTICULARS	Quarter ended			Nine months ended		Previous year ended
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	(a) Gross Sales / Income from operations	23459.31	29525.60	31180.27	82049.13	87997.16	123118.71
	(b) Other Operating Income	11.72	28.30	22.63	40.08	91.46	105.75
	(c) Gross sales / Income from operations	23471.03	29553.90	31202.90	82089.21	88088.62	123224.46
	(d) Less: Excise Duty	800.64	913.40	1151.70	2794.71	4277.23	5193.65
	(e) Net Sales / Income from operations	22670.39	28640.50	30051.20	79294.50	83811.39	118030.81
2	Expenses						
	a) Cost of Materials consumed	11417.72	13380.02	12469.73	38685.86	43678.98	56170.06
	b) Purchase of stock-in-trade	7691.14	12702.07	13607.54	26620.00	28436.04	35250.04
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	(2688.92)	(5335.83)	(3326.90)	(8374.85)	(7485.47)	943.99
	d) Employee benefits expense	990.48	988.45	1021.54	2991.08	2837.38	4005.02
	e) Depreciation and amortisation expense	1274.49	1154.95	1575.73	3587.68	4726.33	4598.08
	f) Foreign exchange fluctuations (other than considered as finance cost)	408.32	(302.41)	212.64	689.81	2136.25	2285.01
	g) Other expenses	2915.51	3134.99	2291.78	8666.46	6884.27	11238.19
	h) Total expenses	22008.74	25722.24	27852.06	72866.04	81213.78	114490.39
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	661.65	2918.26	2199.14	6428.46	2597.61	3540.42
4	Other Income	173.78	188.17	191.36	581.60	618.48	908.62
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	835.43	3106.43	2390.50	7010.06	3216.09	4449.04
6	Finance costs:						
	a) Interest and other borrowing costs	3021.75	3077.55	2420.62	8646.03	7053.54	9411.41
	b) Net loss on foreign currency transaction and translation	117.78	(176.14)	106.19	190.15	841.73	1018.23
7	Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(2304.10)	205.02	(136.31)	(1826.12)	(4679.18)	(5980.60)
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)**	**(2304.10)**	**205.02**	**(136.31)**	**(1826.12)**	**(4679.18)**	**(5980.60)**
10	Tax expense	0.00	0.00	7.61	0.00	(7.86)	(2545.70)
11	**Net Profit / (Loss) from Ordinary activities after Tax (9-10)**	(2304.10)	205.02	(143.92)	(1826.12)	(4671.32)	(3434.90)
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)**	**(2304.10)**	**205.02**	**(143.92)**	**(1826.12)**	**(4671.32)**	**(3434.90)**
14	Paid-up equity share capital (Face value of the share Rs.10/- each)	5090.00	5090.00	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	(4.53)	0.40	(0.28)	(3.59)	(9.18)	(6.75)
	(b) Diluted	(4.53)	0.40	(0.28)	(3.59)	(9.18)	(6.75)
17	Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.						
	(a) Basic	(4.53)	0.40	(0.28)	(3.59)	(9.18)	(6.75)
	(b) Diluted	(4.53)	0.40	(0.28)	(3.59)	(9.18)	(6.75)
	Please see accompanying notes to the financial results						

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

SEGMENT REPORTING:

(Rs. In lakhs)

	PARTICULARS	Quarter ended			Nine months ended		Previous year ended
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	31.03.2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue:						
	(a) Ferrous products	12381.74	13337.60	10673.92	41650.44	32984.11	55502.90
	(b) Metallurgical Coke with Co-generation Power	16353.84	21436.40	24798.15	55776.97	66224.25	81848.06
	Total	28735.58	34774.00	35472.07	97427.41	99208.36	137350.96
	Less: Inter /Intra Segment Revenue	6065.19	6133.50	5420.87	18132.91	15396.97	19320.15
	Net Sales / Income from Operations	22670.39	28640.50	30051.20	79294.50	83811.39	118030.81
2	Segment Results (Profit / (Loss) before Tax and interest:						
	(a) Ferrous products	171.03	2505.78	1706.19	4909.03	1976.15	3330.79
	(b) Metallurgical Coke with Co-generation Power	40.53	25.97	90.71	114.04	(827.79)	(1552.49)
	Total	211.56	2531.75	1796.90	5023.07	1148.36	1778.30
	Less: (i) Interest (net)	2492.81	2308.72	1933.10	6795.22	5814.13	7737.75
	(ii) Other Un-allocable Expenditure (net)	22.85	18.01	0.11	53.97	13.41	21.15
	Total Profit / (Loss) before Tax	(2304.10)	205.02	(136.31)	(1826.12)	(4679.18)	(5980.60)
3	Capital Employed (Segment assets - Segment liabilities)						
	(a) Ferrous products						
	Segment Assets	87483.21	88878.58	91613.32	87483.21	91613.32	83600.91
	Segment Liabilities	72120.91	69170.22	69345.59	72120.91	69345.59	66840.28
	Segment capital employed	15362.30	19708.36	22267.73	15362.30	22267.73	16760.63
	(b) Metallurgical Coke with Co-generation Power						
	Segment Assets	52216.08	57094.38	48454.52	52216.08	48454.52	49315.43
	Segment Liabilities	52906.72	59821.59	52951.97	52906.72	52951.97	49673.72
	Segment capital employed	(690.64)	(2727.21)	(4497.45)	(690.64)	(4497.45)	(358.29)
	(c) Unallocated	353.17	347.78	382.10	353.17	382.10	448.61
	Total	15024.83	17328.93	18152.38	15024.83	18152.38	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 / nine months ended 31st December 2016 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 14th February 2017.
3. The above financial results for the quarter / nine months ended 31st December 2016 were subjected to 'Limited Review' by the statutory Auditors of the company.
4. 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 mining companies 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 .
5. 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 :14.02.2017

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

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 and nine months ended 31st December, 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

HYDERABAD
14.02.2017

N.ANKA RAO
Partner
Membership Number: 23939

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

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