

**STEEL AUTHORITY OF  
INIDA LIMITED**  
REGISTERED OFFICE: ISPAT BHAWAN,  
LODI ROAD, NEW DELHI - 110003

**Statement of Standalone Unaudited Financial Results  
for the Quarter ended 30th June 2015**

Part 1

₹ million

Sl. No	Particulars	Quarter ended			Year ended 31st March 2015  (Audited)
		30th June  2015	31st March  2015	30th June  2014	
		(Unaudited)	(Unaudited)	(Unaudited)	
1	<b>(a) Net Sales / Income from operations</b>				
	i) Gross Sales	105523.8	128861.7	125153.6	506266.5
	ii) Less : Excise Duty	11688.4	14168.0	13196.8	54186.0
	Sub total (a) (i-ii)	93835.4	114693.7	111956.8	452080.5
	(b) Other operating income	1192.6	1157.4	1455.2	5027.3
	<b>Total Income from Operations (net)</b>	<b>95028.0</b>	<b>115851.1</b>	<b>113412.0</b>	<b>457107.8</b>
2	<b>Expenses</b>				
	a) Changes in Inventories of Finished Goods, Work in Progress and Stock-in-Trade	(11440.1)	(6539.8)	(439.0)	(14081.2)
	b) Cost of Materials Consumed	48146.6	50608.7	44266.8	185229.0

	c) Purchase of Stock in Trade	4.8	2.2	0.0	4.8
	d) Employee Benefits Expense	24166.8	26130.3	24584.6	97363.3
	e) Power & Fuel	13465.9	12752.6	13223.2	54235.3
	f) Depreciation and Amortisation Expenses	4260.6	5070.1	4079.5	17732.8
	g) Other Expenses	21500.9	23598.5	20478.1	88329.8
	<b>Total Expenses</b>	<b>100105.5</b>	<b>111622.6</b>	<b>106193.2</b>	<b>428813.8</b>
3	Profit / loss (-) from Operations before Other Income, Finance Costs and Exceptional Items ( 1-2)	(5077.5)	<b>4228.5</b>	<b>7218.8</b>	<b>28294.0</b>
4	<b>Other Income</b>				
	i) Interest Earned	947.8	1422.5	1067.5	4751.0
	ii) Other Income	794.7	1370.1	890.3	5086.4
	<b>Sub total (i+ii)</b>	1742.5	2792.6	1957.8	9837.4
5	<b>Profit / (loss) from ordinary activities before Finance Costs and Exceptional Items ( 3+4)</b>	<b>(3335.0)</b>	<b>7021.1</b>	<b>9176.6</b>	<b>38131.4</b>
6	Finance Cost	4430.4	4269.2	3049.6	14542.3
7	<b>Profit /( loss) from ordinary activities after Finance Costs but before Exceptional Items ( 5-6)</b>	<b>(7765.4)</b>	<b>2751.9</b>	<b>6127.0</b>	<b>23589.1</b>
8	<b>Profit / (loss) from Ordinary Activities before Tax</b>	<b>(7765.4)</b>	<b>2751.9</b>	<b>6127.0</b>	<b>23589.1</b>
9	<b>Tax Expense</b>				
	(a) Current Tax	0.0	557.4	1320.6	4991.5
	(b) Deferrred Tax Liability / (Assets)	(4549.0)	(597.9)	828.2	2827.6
	(c) MAT Credit	0.0	(557.4)	(1320.6)	(4991.5)
	(d) Earlier Years	0.0	7.6	0.0	(165.3)
	Sub-Total ( a to d )	(4549.0)	(590.3)	828.2	2662.3
10	<b>Net Profit/ (loss) from Ordinary Activities after Tax ( 8-9 )</b>	<b>(3216.4)</b>	<b>3342.2</b>	<b>5298.8</b>	<b>20926.8</b>
11	Extraordinary Items (net of Tax Expense Rs. Nil)	0.0	0.0	0.0	0.0
12	<b>Net Profit / (loss) for the Period (10-11)</b>	<b>(3216.4)</b>	<b>3342.2</b>	<b>5298.8</b>	<b>20926.8</b>
13	Paid up Equity Share Capital	<b>41305.3</b>	<b>41305.3</b>	<b>41305.3</b>	<b>41305.3</b>

14	( Face value : Rs. 10 per share ) Reserves (Excluding Revaluation Reserve ) as per Balance Sheet of Previous Accounting Year				393742.5
15	Basic and Diluted Earnings per Share (of Rs.10/- each) before and after Extraordinary Items ( Not Annualised ) ( Rupees )	-0.78	0.81	1.28	5.07

**Part II**

Sl. No	Particulars	Quarter ended		
		30th June 2015	31st March 2015	30th June 2014
		(Unaudited)	(Unaudited)	(Unaudited)
A	PARTICULARS OF SHAREHOLDING			
1	Public share holding			
	- Number of shares	103,23,24,705	103,23,24,705	82,57,77,391
	- Percentage of share holding	24.99	24.99	19.99
2	Promoters and Promoter group shareholding			
	(a) Pledged / Encumbered			
	- Number of Shares			
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)			
	- Percentage of shares (as a % of the total share capital of the company)			
	(b) Non-Encumbered			
	- Number of Shares	309,77,67,449	309,77,67,449	330,42,93,713

	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	75.00	80.00	75.00

	Particulars	Quarter ended 30th June 2015
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	2
	Received during the quarter	2
	Disposed off during the quarter	4
	Remaining unresolved at the end of the quarter	0

**Notes to Financial Results:**

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in their Meeting held on 14<sup>th</sup> August, 2015.
2. The above results have been reviewed by the Statutory Auditors, as required under Clause 41 of the Listing Agreement.
3. The figures for the Quarter ended 31<sup>st</sup> March, 2015, are the balancing figures between the Audited figures in respect of full Financial Year ended 31<sup>st</sup> March, 2015 and the published year to date figures upto the 3<sup>rd</sup> Quarter ended 31<sup>st</sup> December, 2014.
4. Net Sales include sales to Government Agencies recognised on provisional contract prices during the Quarter ended 30<sup>th</sup> June 2015: `7519.5 million (corresponding quarter of previous year: `8679.5 million) and cumulatively upto 30<sup>th</sup> June, 2015: `104505.2 million (upto the corresponding quarter of previous year : `77330.1 million).
5. In accordance with Companies (Accounting Standards) Amendment Rules, 2009, relating to Accounting Standard – 11, notified on 31<sup>st</sup> March 2009 and amended from time to time, the foreign exchange fluctuation loss on long-term foreign currency loans of. `668.7 million (net debit) for the current quarter [Corresponding quarter of previous year - `110.6 million (net debit)], has been adjusted in the carrying cost of the Fixed Assets/ Capital Work-in-progress.

6. Based on technical opinion, the Company has revised the useful lives of Plant & Machinery used in manufacture of steel, applicable from 1<sup>st</sup> April, 2015. Consequently, loss for the quarter is lower by `838.9 million.

7. Pending decision by the Hon'ble Supreme Court of India on levy of Entry Tax in the States of Chhattisgarh, Odisha, and Uttar Pradesh, the Entry Tax demands, under dispute, of `10880.6 million, `3339.5 million and `948.9 million upto 30<sup>th</sup> June, 2015 (upto 31<sup>st</sup> March, 2015- `10843.2 million, `3339.5 million and `948.9 million) respectively, have been treated as contingent liabilities.

8. Pending decision by the various judicial authorities in the determination of the electricity tariff, claims of `4113.1 million upto 30<sup>th</sup> June, 2015 (upto 31<sup>st</sup> March, 2015- `3935.9 million ) made by Damodar Valley Corporation in respect of electricity supplied to one of the Plants of the Company, have been treated as contingent liabilities.

9. The Auditors, in their Audit Report on the Accounts of the Company for the Year ended 31<sup>st</sup> March, 2015, have brought out that the Company has not provided for :

- a) Entry Tax amounting to `948.9 million in the State of Uttar Pradesh, `10843.2 million in the State of Chhattisgarh and `3339.5 million in the State of Odisha;
- b) Claims of `3935.9 million by DVC for supply of electricity.

Further, at Salem Steel Plant of the Company, inventory includes estimated quantity of 9089 Tonnes of skull extractable from slag valued at `518.0 million. The Auditors have qualified the valuation of skull as there is no separate distinguishable physical existence of skull.

In respect of items stated at (a) and (b) above, the Company's views are that these cases are sub-judice and pending for adjudication before the various judicial authorities. The disputed demands, contested on valid and bonafide grounds, have been disclosed as contingent liabilities as it is not probable that present obligations exist as on 30<sup>th</sup> June, 2015. Therefore, there is no adverse impact on loss for the quarter. These cases are sub-judice since 31<sup>st</sup> March, 2012 and there is no change in the status of these cases till date.

In respect of 9089 tonnes of Skull extractable from Slag, the Company extracted 1124 MTs of Skull from Slag during the FY 2014-15. In the Current Quarter also, 945 MTs of Skull from Slag has been extracted. Therefore, physical existence of Skull has been established.

10. The figures of previous periods have been re-grouped, wherever necessary, so as to conform to the current Quarter's classification.

For and on behalf of Board of Directors

Place: New Delhi

( Anil Kumar Chaudhary )

Dated: 14<sup>th</sup> August, 2015

Director (Finance)