

# JAYASWAL NECO INDUSTRIES LIMITED

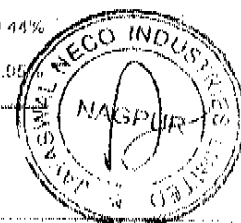
(FORMERLY JAYASWALS NECO LIMITED)

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## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2010

PARTICULARS	(Rs. In Lacs)		
	Quarter ended 30.06.2010 UNAUDITED (3 months)	Corresponding quarter ended in the previous year 30.06.2009 UNAUDITED (3 months)	Previous Accounting year ended 31.03.2010 AUDITED (12 months)
1.(a) Sales/Income from Operations	50504	49740	103092
Less: Excise Duty Recovered on Sales	4511	3234	14351
Net Sales/Income from Operations	45993	46515	178741
(b) Other Operating Income	25	11	62
<b>Total Income</b>	<b>46018</b>	<b>46526</b>	<b>178803</b>
2. Expenditure			
a) (Increase)/Decrease in stock-in-trade and work in progress	(1396)	900	(3531)
b) Consumption of raw materials	27764	26165	107735
c) Purchase of traded goods	518	382	3333
d) Employees Cost	2225	1468	7127
e) Depreciation	2077	1059	7800
f) Exchange Difference (Net)	182	(1,453)	(1513)
g) Other Expenditure	8970	7807	34456
<b>Total Expenditure</b>	<b>40338</b>	<b>36328</b>	<b>156097</b>
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	6680	4198	22706
4. Other Income	321	440	1674
5. Profit before Interest & Exceptional Items (3+4)	6001	4638	24330
6. Interest & Financial Charges	3407	2685	13828
7. Profit after Interest but before Exceptional Items (5-6)	2594	1953	10502
8. Exceptional Items	-	-	-
9. Profit from Ordinary Activities before tax (7-8)	2594	1953	10502
10. Tax Expense			
Current Tax	518	350	1876
MAT Credit Entitlement	(516)	(344)	(1795)
Deferred Tax Liability	850	329	3436
11. Net Profit from Ordinary Activities after tax (9-10)	1742	1618	6865
12. Extraordinary Items (Net of tax expenses)	-	-	-
13. Net Profit for the period / Year (11-12)	1742	1618	6865
14. Paid up Equity Share Capital (Face Value per share : Rs. 10/-)	25085	11286	23665
15. Reserves excluding Revaluation Reserves as per audited balance sheet of previous accounting year	-	-	35585
16. Earning Per Share (Rs.)(not annualised)			
a) Basic	0.71	1.37	2.92
b) Diluted	0.71	1.37	2.92
17. Public Shareholding			
a) Number of shares	76341783	57607247	62141783
b) Percentage	30.43%	51.03%	26.26%
18. Promoters and Promoter group Shareholding			
a) Pledged / Encumbered			
- Number of shares	26427000	5927000	18427000
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	15.14%	10.72%	10.56%
- Percentage of Shares (as a % of the total share capital of the company)	10.54%	5.25%	7.79%
b) Non - Encumbered			
- Number of shares	148092121	48349801	150092121
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	84.86%	89.28%	89.44%
- Percentage of Shares (as a % of the total share capital of the company)	59.03%	43.72%	65.05%



### BRANCH OFFICES

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**JAYASWAL NECO INDUSTRIES LIMITED**

(FORMERLY JAYASWALS NECO LIMITED)

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**Notes :**

1. The above results have been reviewed by Audit Committee and approved and taken on record by the Board of Directors at its Meeting held on 12th August, 2010.
  2. The statutory auditors of the Company have carried out a Limited Review of the results for the quarter ended 30th June, 2010 in accordance with clause 41 of the listing agreement.
  3. This being the first quarter of the financial year, "Year to date" figures are same as that of the quarter. The figures for the quarter ended 30th June 2010 are not comparable with the figures of the corresponding quarter, as figures for the quarter ended 30th June 2009 have not been restated giving effects of Schemes of Arrangements sanctioned by Hon'ble High Court of Mumbai Judicature at Nagpur approving merger of Inertia Iron and Steel Industries Private Limited, Sponge Iron and Power Plants of Corporate Ispat Alloys Limited and Abhijeet Infrastructure Limited with the Company. This is a matter of reference in the Limited Review Report of the Statutory Auditors.
  4. As approved by the Shareholders at the Extra-Ordinary General Meeting held on 19th April, 2010 14200000 Equity Shares of Rs. 10 each have been allotted during the quarter at a premium of Rs. 23.80 per share on preferential basis. Consequently Company's Paid up Share Capital and Share Premium have been increased by Rs. 1420 lacs and Rs. 3380 lacs respectively. The proceeds from the said allotment have been utilised for the purpose it was raised.
  5. The Board of Directors of the Company at its Meeting held on 28th May, 2010, considered and approved subject to necessary approvals of Shareholders, Creditors, Stock Exchanges and other Regulatory Bodies and further subject to sanction of the High Court in that behalf, the Scheme of Arrangement providing for the Demerger of Steel Division of Corporate Ispat Alloys Limited (CIAL) with the Company w.e.f. 1st April, 2010. The Company shall pursuant to the said Scheme of Arrangement issue and allot to the eligible shareholders of CIAL 3 Equity Shares of Rs. 10/- each credited as fully paid for every 2 shares of Rs. 2/- each of CIAL.
- As a result of the aforesaid Scheme of Arrangement, the enhanced Equity Capital of the Company as on 1st April, 2010 (Post-merger) would be Rs.281.26 crores. Necessary steps are being taken for filing the Schemes of Arrangement with both the Stock Exchanges.
6. The above results are prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 25 ( AS 25- Interim Financial Reporting ) as those followed in previous years. The Previous Year figures have been regrouped and recast whenever necessary.
  7. a. Number of Investor complaints outstanding at the beginning of the quarter NIL  
 b. Number of Investor complaints received during the quarter NIL  
 c. Number of Investor complaints disposed off during the quarter NIL  
 d. Number of Investor complaints lying unresolved NIL

NAGPUR  
12th August 2010



*Arbind Jayaswal*  
ARBIND JAYASWAL  
MANAGING DIRECTOR

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**JAYASWAL NECO INDUSTRIES LIMITED**

(FORMERLY JAYASWALS NECO LIMITED)

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**Report of Segment wise Revenue, Results and  
 Capital Employed, under Clause 41 of the Listing Agreement :**

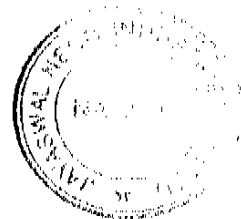
Particulars	Quarter ended	Quarter ended	(Rs. in Lacs) Previous Accounting year ended
	30.06.2010 UNAUDITED (3 Months)	30.06.2009 UNAUDITED (3 months)	31.03.2010 AUDITED (12Months)
<b>1. Segment Revenue</b>			
a) Steel	41525	36115	158854
b) Iron & Steel Castings	11436	8888	40557
<b>Total</b>	<b>52961</b>	<b>45003</b>	<b>199411</b>
Less : Inter-segment Revenue	2457	1254	6319
<b>Net Sales/Income from Operations</b>	<b>50504</b>	<b>43749</b>	<b>193092</b>
<b>2. Segment Results</b> (Segment Revenue - Segment Expenses)			
a) Steel	4982	3538	19687
b) Iron & Steel Castings	776	726	3708
<b>Total</b>	<b>5758</b>	<b>4264</b>	<b>22895</b>
Less : i) Interest	(3407)	(2685)	(13828)
ii) Unallocated Corporate Expenses	(78)	(71)	(156)
Add : Unallocated Income	321	445	1591
<b>Total Profit Before Tax</b>	<b>2594</b>	<b>1953</b>	<b>10502</b>
<b>3. Capital Employed</b> (Segment Assets - Segment Liabilities)			
a) Steel	136926	12773	131391
b) Iron & Steel Castings	27858	24170	24907
c) Unallocated (Assets - Liabilities)	(98972)	(48721)	(97022)
<b>Total</b>	<b>65812</b>	<b>18222</b>	<b>59276</b>

## Notes :

1) Segments have been identified in line with the Accounting Standard on Segment Reporting (AS 17).

2) Steel Segment is engaged in manufacture and sale of Pig Iron, Billets, Rolled Products including alloy steel, Sponge Iron and its captive power plants at its unit located at Siltara, Raipur and Mining activities in the state of Chhattisgarh, Jharkhand and Maharashtra. Iron and Steel Castings Segment comprises of manufacture and sale of Engineering and Automotive Castings with production facilities at Nagpur, Bhubai and Anjora.

NAGPUR  
12th August 2010



ARBIND JAYASWAL  
MANAGING DIRECTOR

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