

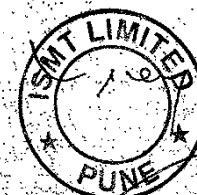
ISMT Limited

Regd. Office : Lunkad Towers , Viman Nagar, Off Pune-Nagar Road, Pune 411 014.

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER,2011

Rs. in Crore

| Sr. No | Particulars | Quarter ended 30th Sept, 2011 | Quarter ended 30th Sept, 2010 | Half Year ended 30th Sept, 2011 | Half Year ended 30th Sept, 2010 | Year ended 31st March, 2011 |
|--------|---|-------------------------------|-------------------------------|---------------------------------|---------------------------------|-----------------------------|
| | | | | | | Audited |
| 1 | Gross Sales/ Income from Operations | 825.68 | 687.68 | 1,555.53 | 1,266.94 | 2,604.27 |
| | Less : Inter Segment Transfers | 226.42 | 202.84 | 405.99 | 363.77 | 709.10 |
| | Inter Division Transfers | 50.98 | 46.45 | 95.52 | 86.17 | 150.39 |
| | Excise Duty | 36.10 | 35.30 | 72.30 | 63.89 | 131.07 |
| | (a) Net Sales/ Income from Operations | 512.18 | 403.09 | 981.72 | 753.11 | 1,613.71 |
| | (b) Other Operating Income | 9.91 | 3.39 | 17.47 | 7.21 | 24.39 |
| | Total Income (a+b) | 522.09 | 406.48 | 999.19 | 760.32 | 1,638.10 |
| 2 | Expenditure | | | | | |
| | (a) (Increase) / Decrease in Stock-in-trade and Work in progress | 4.40 | (16.03) | (30.25) | (56.94) | (55.25) |
| | (b) Consumption of Raw Materials | 258.51 | 187.29 | 521.66 | 371.22 | 797.60 |
| | (c) Direct Expenditure : (i) Energy | 85.64 | 73.06 | 169.03 | 136.58 | 280.98 |
| | (ii) Other Direct Expenditure | 70.67 | 62.35 | 136.91 | 122.91 | 242.90 |
| | (d) Employees Cost | 28.63 | 22.16 | 55.46 | 44.42 | 94.69 |
| | (e) Depreciation & Amortisation | 20.73 | 20.28 | 40.97 | 37.88 | 85.54 |
| | (f) Other Expenditure | 4.91 | 3.83 | 9.85 | 7.49 | 16.66 |
| | (g) Total (a to f) | 473.49 | 352.94 | 903.63 | 663.56 | 1,463.12 |
| 3 | Profit from Operations before Other Income, Interest and Finance Charges (1-2) | 48.60 | 53.54 | 95.56 | 96.76 | 174.98 |
| 4 | Other Income | 3.55 | 1.20 | 9.04 | 5.89 | 14.17 |
| 5 | Profit before Interest and Finance Charges (3+4) | 52.15 | 54.74 | 104.60 | 102.65 | 189.15 |
| 6 | Interest and Finance Charges | 25.00 | 22.06 | 51.60 | 41.34 | 90.56 |
| 7 | Profit after Interest and Finance Charges but before Foreign Exchange (Gain/ Loss and tax (5-6) | 27.15 | 32.68 | 53.00 | 61.31 | 98.59 |
| 8 | Foreign Exchange (Gain) / Loss | 12.45 | (7.09) | 12.34 | 3.13 | 2.57 |
| 9 | Profit from Ordinary Activities before tax (7- 8) | 14.70 | 39.77 | 40.66 | 58.18 | 96.02 |
| 10 | Tax expenses - Current Tax | 0.01 | - | 0.02 | - | 0.05 |
| | - Deferred Tax | 4.20 | 15.66 | 11.59 | 15.66 | 20.61 |
| 11 | Net Profit from Ordinary Activities after tax (9-10) | 10.49 | 24.11 | 29.05 | 42.52 | 75.36 |
| 12 | Paid-up Equity Share Capital (Face Value of Rs.5/- per share) | 73.25 | 73.25 | 73.25 | 73.25 | 73.25 |
| 13 | Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year. | - | - | - | - | 545.45 |
| 14 | Earnings per share Basic Earnings per share of Rs.5/- each (Rs) (not annualised) | 0.72 | 1.65 | 1.98 | 2.90 | 5.14 |
| 15 | Public Shareholding Number of Shares | 70789124 | 71342562 | 70789124 | 71342562 | 70927320 |
| | Percentage of Shareholding | 48.32% | 48.70% | 48.32% | 48.70% | 48.41% |
| 16 | Promoters and promoter group shareholding (a) Pledged / Encumbered Number of Shares | NIL | 775000 | NIL | 775000 | 375000 |
| | Percentage of Shares (as a % of the total shareholding of promoter and Promoter group) | - | 1.03% | - | 1.03% | 0.50% |
| | Percentage of Shares (as a % of the total share capital of the company) | - | 0.53% | - | 0.53% | 0.26% |
| | (b) Non - Encumbered Number of Shares | 75712259 | 74383821 | 75712259 | 74383821 | 75199063 |
| | Percentage of Shares (as a % of the total shareholding of promoter and Promoter group) | 100.00% | 98.97% | 100.00% | 98.97% | 99.50% |
| | Percentage of Shares (as a % of the total share capital of the company) | 51.68% | 50.77% | 51.68% | 50.77% | 51.33% |



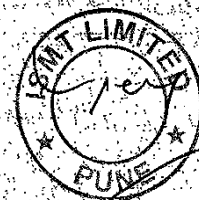
ISMT Limited

SEGMENT WISE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 SEPTEMBER, 2011.

Rs. in Crore

| Sr No | Particulars | Quarter | Quarter | Half Year | Half Year | Year ended |
|----------|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------|
| | | ended 30th Sept. 2011 | ended 30th Sept. 2010 | ended 30th Sept. 2011 | ended 30th Sept. 2010 | 31st March 2011 |
| | | | | | | Audited |
| 1 | Segment Revenue | | | | | |
| | a) Gross Sales -- Tube | 456.60 | 360.75 | 840.36 | 648.02 | 1,345.71 |
| | Less : Inter Segment | 17.62 | 10.87 | 31.36 | 20.51 | 39.08 |
| | Inter Division | 50.98 | 46.45 | 95.52 | 86.17 | 150.36 |
| | Excise Duty | 21.06 | 22.60 | 40.40 | 38.07 | 75.36 |
| | Sub total | 366.94 | 280.83 | 673.08 | 503.27 | 1,080.86 |
| | b) Gross Sales -- Steel | 369.08 | 326.93 | 715.17 | 618.92 | 1,258.56 |
| | Less : Inter Segment | 208.80 | 191.97 | 374.63 | 343.26 | 670.02 |
| | Excise Duty | 15.04 | 12.70 | 31.90 | 25.82 | 55.66 |
| | Sub total | 145.24 | 122.26 | 308.64 | 249.84 | 532.88 |
| | Total Net Sales/ Income from Operations | 512.18 | 403.09 | 981.72 | 753.11 | 1,613.74 |
| 2 | Segment Results | | | | | |
| | (Profit after Depreciation & Before Interest and Finance Charges, Foreign Exchange (Gain)/Loss, Unallocable income (net) and Tax) | | | | | |
| | a) Tube | 35.40 | 34.48 | 63.41 | 56.67 | 106.9 |
| | b) Steel * | 16.07 | 19.24 | 37.83 | 43.94 | 81.6 |
| | Total | 51.47 | 53.72 | 101.24 | 100.61 | 188.5 |
| | Less : Interest & Finance Charges | 25.00 | 22.06 | 51.60 | 41.34 | 90.5 |
| | Foreign Exchange (Gain)/Loss | 12.45 | (7.09) | 12.34 | 3.13 | 2.5 |
| | Add : Unallocable Income (Net of Unallocable Expenses) | 0.68 | 1.02 | 3.36 | 2.04 | 0.5 |
| | Total Profit Before Tax | 14.70 | 39.77 | 40.66 | 58.18 | 96.0 |
| | Less : Tax Expenses - Current Tax | 0.01 | - | 0.02 | - | 0.0 |
| | - Deferred Tax | 4.20 | 15.66 | 11.59 | 15.66 | 20.6 |
| | Total Profit After Tax | 10.49 | 24.11 | 29.05 | 42.52 | 75.3 |
| 3 | Capital Employed | | | | | |
| | (Segment Assets -- Segment Liabilities) | | | | | |
| | a) Tube | 1,328.49 | 1,364.43 | 1,328.49 | 1,364.43 | 1,225.7 |
| | b) Steel | 197.02 | 169.93 | 197.02 | 169.43 | 87.5 |
| | c) Unallocable | (881.13) | (912.47) | (881.13) | (912.47) | (694.6) |

* Includes profit on steel captively consumed by Tube Segment



ISMT Limited

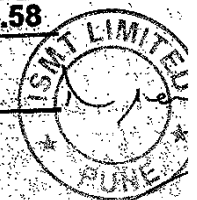
Statement of Assets and Liabilities

Rs. in Crore

| Sr. No | Particulars | As at 30th Sept.,2011 | As at 30th Sept.,2010 |
|-------------------------|--------------------------|-----------------------------|--------------------------|
| SOURCES OF FUNDS | | | |
| 1. | Shareholders Funds | | |
| | (a) Share Capital | 73.25 | 73.25 |
| | (b) Reserves and Surplus | 571.11 | 548.63 |
| 2. | Loan Funds | 1,132.56 | 1,068.36 |
| 3. | Deferred Tax Liability | 86.81 | 57.34 |
| | Total | 1,863.73 | 1,747.58 |

APPLICATION OF FUNDS

| | | | |
|----|--|-----------------|-----------------|
| 1. | Fixed Assets (Including Capital Work in Progress) | 1,353.75 | 1,268.48 |
| 2. | Investments | 49.97 | 35.74 |
| 3. | Foreign Currency Monetary Item Translation Difference Account | - | 2.44 |
| 4. | Current Assets, Loans and Advances | | |
| | (a) Inventories | 449.75 | 401.94 |
| | (b) Sundry Debtors | 476.81 | 418.32 |
| | (c) Cash and Bank Balances | 66.05 | 49.91 |
| | (d) Loans and Advances | 358.09 | 252.03 |
| | | <u>1,350.70</u> | <u>1,122.20</u> |
| | Less: Current Liabilities and Provisions | | |
| | (a) Current Liabilities | 861.34 | 661.02 |
| | (b) Provisions | 30.10 | 21.70 |
| | | <u>891.44</u> | <u>682.72</u> |
| | Net Current Assets | 459.26 | 439.48 |
| 5. | Miscellaneous Expenditure (to the extent not written off or adjusted) | 0.75 | 1.44 |
| | Total | 1,863.73 | 1,747.58 |

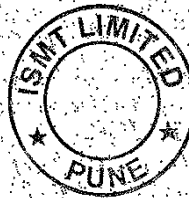


ISMT Limited**NOTES ON UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2011**

- 1 As per Accounting Standard (AS) 17, the Company has two segment viz ; Seamless Tube and Steel.
- 2 During the current quarter and half year, the Company has not utilised any amount out of the proceeds from Foreign Currency Convertible Bonds towards objects of the issue.
- 3 The exchange loss on revenue account, arrived at the end of the current quarter in respect of foreign currency transactions is charged on pro-rata basis over the current and balance quarters of the year except in case of term loans where foreign exchange difference is charged over the life of the loan.
- 4 Based on the advice on treatment of Amalgamation Reserve created in terms of the Scheme of Arrangement, sanctioned by the Hon'ble High Court, Bombay, the Company has adjusted depreciation of Rs. 1.69 Crore and Rs: 3.38 Crore during current quarter and for half year ended 30th September,2011 respectively against the Amalgamation Reserve.
- 5 In terms of the eligibility of the Company under the Package Scheme of Incentive, 2007, Mega Project Incentive has been treated as income following " Income Approach " in terms of Accounting Standard -12, " Accounting for Government Grants". However, based on the legal advice the same has been considered as capital receipt for the purpose of taxation.
- 6 As at the beginning of the Quarter, 1 investor complaint was pending. During the Quarter, 2 investor complaints were received, 1 complaints were redressed and resolved and 2 complaint is pending at the end of the quarter.
- 7 The insurance claims arising during the quarter have been accounted on accrual basis. The difference, if any, on claim settlement shall be accounted for in the period of settlement.
- 8 The auditors have conducted a " Limited Review " of the financial results for the quarter ended 30th September, 2011.
- 9 The comparative figures are regrouped and reclassified to meet the current quarter's classification.

The above results were reviewed by the Audit committee and have been taken on record by the Board of Directors at their meeting held on 8th November,2011.

Place : Pune
Date : 8th November, 2011



For ISMT Limited

Rajiv Goel
Rajiv Goel
Chief Financial Officer

