



# S.A.L. STEEL LIMITED

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.

PART I

(Amount in ₹ Lakhs)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2012						
Particulars	FOR THE QUARTER ENDED			SIX MONTH ENDED		YEAR ENDED
	30.09.2012 (Unaudited)	30.06.2012 (Unaudited)	30.09.2011 (Unaudited)	30.09.2012 (Unaudited)	30.09.2011 (Unaudited)	3/31/2012 (Audited)
<b>1 INCOME FROM OPERATIONS</b>						
(a) Net Sales/Income from Operations (Net of excise duty)	8577.74	11651.13	8262.26	20228.87	13834.25	32757.58
(b) Other Operating Income	45.07	41.71	65.91	86.77	213.69	104.90
<b>Total Income from Operations (a) + (b)</b>	<b>8622.81</b>	<b>11692.84</b>	<b>8328.17</b>	<b>20315.64</b>	<b>14047.94</b>	<b>32862.48</b>
<b>2 EXPENDITURE</b>						
(a) Cost of materials consumed	4139.77	7928.56	6909.00	12068.33	10055.54	21133.09
(b) Purchases of stock-in-trade	2633.14	1149.33	0.00	3782.47	0.00	508.02
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	427.57	(338.85)	(1611.41)	88.72	(1028.84)	217.15
(d) Employee benefits expense	285.74	286.79	222.17	572.53	427.82	902.67
(e) Depreciation and amortisation expense	475.68	474.21	470.90	949.88	896.42	1805.93
(f) Consumption of Stores & Spares	145.02	157.12	141.03	302.14	188.92	326.29
(g) Power cost and cost of power generation	745.09	1223.31	1157.99	1968.40	1738.95	3093.08
(h) Other Expenditure	375.20	485.80	388.81	861.00	593.56	2960.03
<b>Total Expenditure (a) to (h)</b>	<b>9227.21</b>	<b>11366.27</b>	<b>7678.49</b>	<b>20593.47</b>	<b>12872.37</b>	<b>30946.26</b>
<b>3 Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)</b>	<b>(604.40)</b>	<b>326.57</b>	<b>649.68</b>	<b>(277.83)</b>	<b>1175.57</b>	<b>1916.22</b>
4 Other Income	0.00	0.00	0.00	0.00	0.00	531.23
<b>5 Profit / (Loss) from Ordinary activities before Finance Costs and Exceptional Items (3 + 4)</b>	<b>(604.40)</b>	<b>326.57</b>	<b>649.68</b>	<b>(277.83)</b>	<b>1175.57</b>	<b>2447.45</b>
6 Finance costs	804.13	683.79	570.43	1487.92	1089.64	2311.69
<b>7 Profit / (Loss) from Ordinary activities after Finance Costs but before Exceptional Items (5 - 6)</b>	<b>(1408.53)</b>	<b>(357.22)</b>	<b>79.25</b>	<b>(1765.75)</b>	<b>85.93</b>	<b>135.76</b>
8 Exceptional Items	(11.85)	40.58	59.55	28.73	59.55	55.90
<b>9 Profit / (Loss) from Ordinary activities before Tax (7 - 8)</b>	<b>(1396.68)</b>	<b>(397.80)</b>	<b>19.70</b>	<b>(1794.48)</b>	<b>26.38</b>	<b>79.86</b>
10 Tax expense	(456.93)	(114.47)	13.11	(571.41)	17.18	37.96
<b>11 Net Profit / (Loss) from Ordinary activities after Tax (9 - 10)</b>	<b>(939.75)</b>	<b>(283.33)</b>	<b>6.59</b>	<b>(1223.07)</b>	<b>9.20</b>	<b>41.90</b>
12 Extraordinary Items	0.00	0.00	0.00	0.00	0.00	0.00
<b>13 Net Profit / (Loss) for the period (11 - 12)</b>	<b>(939.75)</b>	<b>(283.33)</b>	<b>6.59</b>	<b>(1223.07)</b>	<b>9.20</b>	<b>41.90</b>
14 Paid-up equity share capital (Equity shares having face value of ₹ 10/- each)	8496.67	8496.67	8496.67	8496.67	8496.67	8496.67
15 Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year						4110.12
16. i Basic & Diluted Earnings Per Share (EPS) before extraordinary items	(1.11)	(0.33)	0.05	(0.14)	0.01	0.05
16. ii Basic & Diluted Earnings Per Share (EPS) after extraordinary items	(1.04)	(0.31)	0.05	(0.14)	0.01	0.05

PART-II

SELECT INFORMATION FOR THE QUARTER ENDED ON 30.09.2012							
A	PARTICULARS OF SHAREHOLDING	QUARTER ENDED			SIX MONTH ENDED		YEAR ENDED
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
<b>1 Public Shareholding</b>							
- Number of shares		42006811	42006811	42006811	42006811	42006811	42006811
- Percentage of shareholding		49.44%	49.44%	49.44%	49.44%	49.44%	49.44%
<b>2 Promoters and Promoter Group Shareholding</b>							
a) Pledged / Encumbered							
- Number of shares		42959889	42959889	42959889	42959889	42959889	30256989
- Percentage of Total Promoter and Promoters Group		100.00%	100.00%	100.00%	100.00%	100.00%	70.43%
- Percentage of Total Share Capital		50.56%	50.56%	50.56%	50.56%	50.56%	35.61%
b) Non - encumbered							
- Number of shares		0	0	0	0	0	12702900
- Percentage of Total Promoter and Promoters Group		0.00%	0.00%	0.00%	0.00%	0.00%	29.57%
- Percentage of Total Share Capital		0.00%	0.00%	0.00%	0.00%	0.00%	14.95%



B	INVESTOR COMPLAINTS	QUARTER ENDED 30.09.2012
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

**Notes :**

- (1) The above results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 5th November
- (2) The statutory auditors have conducted a limited review on above results.
- (3) The financial statements have been prepared as per Revised Schedule VI of Companies Act, 1956. Accordingly, corresponding financial figures of previous year have been regrouped / re-classified, wherever necessary, to make them comparable with that of current year.
- (4) The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Accounting Standard -17, Segment Reporting issued by The Institute of Chartered Accountants of India. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Accounting Standard -17. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- (5) Statement of Assets & Liabilities for the half year ended on 30th September 2012  
Pursuant to Clause 41(ea) of the Listing Agreement and Annexure IX

**Statement of Assets and Liabilities**

(Amount in ₹ Lakhs)

	Particulars	As at	As at
		30.09.12	31.03.12
		Unaudited	Audited
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Shareholders' Funds</b>		
	(a) Share Capital	8496.67	8496.67
	(b) Reserves and Surplus	2887.03	4110.12
	(c) Money Received against warrants	800.00	800.00
	<b>Sub-total - Shareholders' funds</b>	<b>12183.70</b>	<b>13406.79</b>
<b>2</b>	<b>Non- Current Liabilities</b>		
	(a) Long-term borrowings	11733.86	15168.24
	(b) Deferred tax liabilities (net)	377.52	948.93
	(c) Other Long-term liabilities	700.00	700.00
	(d) Long Term provisions	49.41	43.19
	<b>Sub-total - Non- Current Liabilities</b>	<b>12860.79</b>	<b>16860.36</b>
<b>3</b>	<b>Current Liabilities</b>		
	(a) Short term borrowings	7199.92	4583.96
	(b) Trade payables	3631.82	6805.55
	(c) Other current liabilities	9234.95	6449.06
	(d) Short term provisions	85.79	53.29
	<b>Sub-total - Current Liabilities</b>	<b>20152.48</b>	<b>17891.86</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>45196.97</b>	<b>48159.01</b>
<b>B</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non- Current Assets</b>		
	(a) Fixed Assets	28111.79	28737.89
	(b) Non- Current investments	0.00	0.00
	(c) Long Term loans and advances	4941.39	4836.95
	(d) Other non- current assets	0.00	0.00
	<b>Sub-total - Non- Current Assets</b>	<b>33053.18</b>	<b>33574.84</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	5681.38	7124.02
	(b) Trade receivables	3375.50	4898.99
	(c) Cash and cash equivalents	613.08	657.29
	(d) Short-term loans and advances	2435.04	1880.98
	(e) Other current assets	38.79	22.89
	<b>Sub-total - Current Assets</b>	<b>12143.79</b>	<b>14584.16</b>
	<b>TOTAL- ASSETS</b>	<b>45196.97</b>	<b>48159.01</b>



For S.A.L. Steel Limited

Rajendra V. Shah  
Chairman

Place: Santej  
Date : 05th November 2012





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*Chartered Accountants*

**LIMITED REVIEW REPORT**

Review Report to **S.A.L. STEEL LIMITED**, Ahmedabad

We have reviewed the accompanying statement of unaudited financial results of **S.A.L. STEEL LIMITED**, Ahmedabad for the period ended 30<sup>th</sup> September, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides 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 above, *subject to disclosure of Reportable Segments as required under AS 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For TALATI & TALATI  
Chartered Accountants  
(Firm Reg No:110758W)



(UMESH H.TALATI)  
Partner  
Mem. No. 034834

Place : Ahmedabad  
Date : November 5, 2012