



MSP STEEL & POWER LIMITED
 Regd. Office: I, Coastal Lane, Kollam - 691002
 Corp. Office: 1675, Block A, New Alipha, Kollam - 691002
 www.mspsteel.com

Unaudited Financial Results for the quarter ended 31st December, 2011

(Amount in Lakhs, unless stated otherwise)

Particulars	Quarter ended		Year-to-date		Year-to-date	
	31.12.2011	30.09.2011	31.12.2010	31.12.2010	31.12.2010	31.12.2011
(Rupees)						
1 Profit before Extraordinary Items	14,891.11	13,517.78	13,753.13	14,574.55	54,311.07	53,288.59
Less: Extraordinary Items	1,201.37	1,224.71	1,077.91	1,488.26	1,528.33	1,488.26
(A) Net Extraordinary Items	13,689.74	12,293.07	12,675.22	13,086.29	52,782.74	51,800.33
(B) Other Operating Income	35.34	6.96	7,377.45	388.79	1,388.33	7,377.45
Sub-Total (A+B)	13,725.08	12,300.03	14,052.67	13,475.08	54,171.07	53,288.59
2 Expenses						
(a) Depreciation/Decrease in Value in Trade and Work-in-Progress	698.28	687.27	11,734.05	10,411.15	13,064.65	13,468.11
(b) Consumption of Raw Materials	11,081.47	8,368.67	8,538.79	20,993.88	20,500.96	11,081.47
(c) Purchase of Traded Goods	2,014.28	2,200.00	2,349.71	1,796.64	3,488.33	3,488.33
(d) Employees Costs	671.87	671.71	134.34	1,412.58	1,379.01	1,683.72
(e) Depreciation	721.89	712.88	1,614.01	1,556.85	1,289.19	1,628.80
(f) Other Expenses	2,134.04	2,166.19	1,328.11	5,483.94	4,543.14	7,000.11
Sub-Total (a-f)	16,023.85	14,716.53	11,779.01	44,683.99	35,265.27	16,023.85
3 Profit After Extraordinary Items, Other Income, Interest, Prior Period Items & Taxes (P-I-T)	1,601.23	1,583.50	2,273.66	1,181.09	6,705.80	6,705.80
4 Other Income	119.36	133.85	73.75	717.07	101.35	133.85
5 Profit before Interest, Prior Period Items & Taxes (P-I-T)	1,720.59	1,717.35	2,347.41	1,898.16	6,807.15	6,840.00
6 Interest	1,339.24	1,209.24	839.44	1,470.73	1,079.43	1,339.24
7 Profit before Prior Period Items & Taxes (P-I-T)	381.35	508.11	1,507.97	427.43	6,027.72	6,027.72
8 Prior Period Items (P-I)	1.64	1.21	7.88	7.88	7.88	1.64
9 Profit After Extraordinary Items, Interest, Prior Period Items & Taxes (P-I-T)	379.71	506.90	1,515.85	419.55	6,019.84	6,026.08
10 Tax Expense						
Current Tax (Minimum Alternate Tax (MAT))	12.64	28.34	318.04	341.25	1,014.35	1,014.35
MAT Credit Entitlement	(12.64)	(28.34)	(318.04)	(341.25)	(1,014.35)	(1,014.35)
Current Tax Charge	11.24	1.00	277.50	277.50	248.33	1,014.35
11 Profit After Tax (P-I-T)	368.47	505.90	1,238.35	142.05	5,771.51	5,011.73
12 Paid up Equity Share Capital (Equity share of ₹ 10/-each)	5,210.00	5,210.00	5,210.00	5,210.00	5,210.00	5,210.00
13 Reserves including Provisional Reserve	N/A	N/A	N/A	N/A	N/A	22,464.43
14 Earnings Per Share (EPS) (₹/C)						
Basic and diluted	0.87	0.98	3.22	3.33	6.63	6.63
15 Public Shareholding						
- Number of Shares	16,738,900	16,738,900	16,738,900	16,738,900	16,738,900	16,738,900
- Percentage of Shareholding	28.19%	28.19%	28.19%	28.19%	28.19%	28.19%
16 Promoter and Promoter Group shareholding						
A) Promoter Shareholding						
- Number of shares	740	740	4,330,000	740	4,330,000	740
- Percentage of Share (as a % of total shareholding of promoter and Promoter Group)	0.4%	0.4%	25.8%	0.4%	25.8%	0.4%
- Percentage of Share (as a % of total share capital of the Company)	0.4%	0.4%	83.0%	0.4%	73.6%	0.4%
B) Non-Entitled						
- Number of shares	41,733,000	41,733,000	23,388,900	41,733,000	12,408,900	41,733,000
- Percentage of Share (as a % of total shareholding of promoter and Promoter Group)	99.6%	99.6%	74.2%	99.6%	74.2%	99.6%
- Percentage of Share (as a % of total share capital of the Company)	71.6%	71.6%	16.8%	71.6%	26.4%	71.6%

- Notes:**
- The company has only one business segment "Iron & Steel".
 - There has been no exceptional non-recurring income during the respective periods reported above.
 - The status of insurance compliance for the quarter ended December 31, 2011
 Opening - Nil, Received - Nil, Closed - Nil, Closing - Nil.
 - EPS for the quarter and other financial ratios are unaudited.
 - The Statutory auditors in their review report for the quarter ended 30th September 2011, had expressed their inability to ascertain the impact of tax treatment relating to the income from transmissible investments in the quarter year, which was in the nature of capital gains, on the balance of un-audited financial results. The management is of the opinion that there are normal income and does not have any impact of tax treatment on the financial results of the Company.
 - During the period, the Company has acquired the remaining 84% equity share holding of MSP Cement Limited, and now it has shown 100% owned subsidiary of the Company.
 - The above unaudited financial results were reviewed by the Audit Committee and approved by all direct of directors at their respective meetings held on February 17, 2012.
 - Limited review of the Un-audited Condensed Financial Results for the quarter ended 31st December, 2011 has been carried out by the statutory auditors of the Company.
 - Previous period figures have been regrouped/reclassified wherever considered necessary.

Place: Kollam
 Date: February 15, 2012



By Order of the Board
 (Signature)
 Managing Director



S.R. BATLIBOI & Co.

Chartered Accountants

22, Camac Street
3rd Floor, Block 'C'
Kolkata-700 016, India

Tel: +91 33 6615 3400

Fax: +91 33 2281 7750

Limited Review Report**Review Report to
The Board of Directors
MSP Steel & Power Limited**

1. We have reviewed the accompanying statement of unaudited financial results of MSP Steel & Power Limited ("the Company") for the quarter ended December 31, 2011 (the "Statement"), 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 reviewed by us. 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.
2. We conducted our review 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Without qualifying our review conclusion, attention is drawn to :
 - a. Non provisioning of debtors amounting to Rs.244.38 lacs in respect of which the Company has initiated legal proceedings / in the process of initiating the legal proceedings. Pending the final outcome of such litigation, the management is hopeful as regards the realization of these debtors and accordingly no provision has been considered necessary in these financial results.
 - b. Purchases of Rs.23.25 lacs from and sales of Rs.40.42 lacs to certain parties falling within the purview of Section 297 of the Companies Act, 1956 for which, the Company is in the process of filing necessary applications to the Central Government for the required approval. Pending the final outcome of the company's application, no adjustments have been made to the unaudited financial results in this regard.
4. Attention is drawn to the tax treatment regarding gain of Rs.3,025 lakhs arisen on settlement of commodity transactions in the earlier year, settled otherwise than through actual delivery, which was in the nature of speculative income. However based on a legal opinion obtained, the same had been treated as income from normal business by the Company. Consequently, we are unable to comment on the income tax impact of these transactions in the accompanying statement of unaudited financial results.

In respect of above matter, review report for the quarter ended September 30, 2011 was similarly modified.

5. Based on our review conducted as above, except for the possible effects of our observation in para 4 and read with para 3, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) 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.

S.R. Batliboi & Co.
For S.R. BATLIBOI & CO.
Firm registration number: 391003E
Chartered Accountants

Sanjay K. Gupta
Partner
Membership No.: 54968

Place: Kolkata
Date: 13th February 2012

