

REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial results of ISMT LIMITED for the period ended 30th June, 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) 2410, 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 provide 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 and subject to:

During the financial year 2011-12, the Company had paid a claim of Rs. 14.87 Crore to its customer, which was accounted as claims receivable, against which the Company has lodged a claim with the insurance company. Pending settlement of claim, receivable amount is not ascertainable and therefore effect of the shortfall, if any, on the profit for the period cannot be quantified.

nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and other recognized 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 M/S P.G.BHAGWAT
Firm Registration No. 101118W
Chartered Accountants

Sd/-
Sandeep Rao
Partner
M.No.47235
Pune
10th August, 2012

For J.K.Shah & Co.
Firm Registration No. 109606W
Chartered Accountants

Sd/-
Sanjay Dhruva
Partner
M.No.38480
Mumbai
10th August, 2012

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2012

Rs. in Crore

Sr. No	Particulars	Quarter ended 30th June, 2012	Quarter ended 31st March, 2012	Quarter ended 30th June, 2011	Year ended 31st March, 2012
		Unaudited	Unaudited	Unaudited	Audited
1	Gross Sales/ Income from Operations	724.24	742.66	712.38	2,980.60
	Less : Inter Segment Transfers	199.55	228.84	165.83	792.72
	Inter Division Transfers	37.54	30.93	44.54	164.84
	Excise Duty	38.25	35.73	35.89	143.62
	(a) Net Sales/ Income from Operations	448.90	447.16	466.12	1,879.42
	(b) Other Operating Income	20.66	22.09	12.34	65.01
	Total Income from Operations (a+b)	469.56	469.25	478.46	1,944.43
2	Expenses				
	(a) Consumption of Raw Materials	256.61	227.75	263.14	1,000.07
	(b) Purchases of stock-in-trade	1.37	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(35.49)	2.79	(34.65)	(39.26)
	(d) Employee benefit expenses	28.44	29.35	26.83	113.47
	(e) Depreciation & Amortisation Expense	21.95	21.10	20.24	84.50
	(f) Other Expenses :				
	(i) Energy	86.96	85.99	84.75	343.63
	(ii) Other Direct Expenditure	66.85	66.43	66.54	265.18
	(iii) Other Expenditure	6.20	6.02	4.66	20.31
	Total Expenses	432.89	439.43	431.51	1,787.90
3	Profit from Operations before other income, finance costs and exceptional items (1-2)	36.67	29.82	46.95	156.53
4	Other Income	4.19	11.13	5.49	24.44
5	Profit from ordinary activities before finance costs and exceptional items (3+4)	40.86	40.95	52.44	180.97
6	Finance Costs	37.30	36.96	26.60	120.79
7	Profit from ordinary activities after finance costs but before exceptional items and foreign exchange(Gain)/ Loss(5-6)	3.56	3.99	25.84	60.18
8	Exceptional items	-	-	-	-
9	Foreign Exchange (Gain)/ Loss	19.15	12.28	(0.11)	31.52
10	Profit / (Loss) from ordinary activities before tax (7- 8-9)	(15.59)	(8.29)	25.95	28.66
11	Tax Expenses : Current Tax	-	(1.52)	5.05	14.40
	Add : MAT Credit Entitlement	-	(1.57)	5.05	14.34
	Less : Deferred Tax Charge /(Credit)	-	(6.12)	7.39	0.01
12	Net Profit / (Loss) from ordinary activities after tax (10-11)	(15.59)	(2.22)	18.56	28.59
13	Extraordinary items	-	-	-	-
14	Net Profit / (Loss) for the period after tax (12-13)	(15.59)	(2.22)	18.56	28.59
15	Paid-up Equity Share Capital (Face Value of Rs.5/- per share)	73.25	73.25	73.25	73.25
16	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year.	-	-	-	514.10
17	Earnings per share before extraordinary items)				
	Basic & Diluted Earnings per share of Rs.5/- each (Rs) (not annualised)	(1.06)	(0.15)	1.27	1.95
18	Earnings per share after extraordinary items)				
	Basic & Diluted Earnings per share of Rs.5/- each (Rs) (not annualised)	(1.06)	(0.15)	1.27	1.95

PART - II

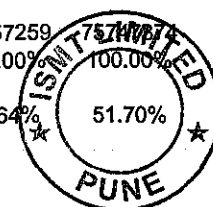
A SELECT INFORMATION FOR THE QUARTER ENDED 30th JUNE, 2012

PARTICULARS OF SHAREHOLDING

1	Public Shareholding				
	Number of Shares	70764009	70754009	70844124	70754009
	Percentage of Shareholding	48.30%	48.30%	48.36%	48.30%
2	Promoters and promoter group shareholding				
	(a) Pledged / Encumbered				
	Number of Shares	NIL	NIL	NIL	NIL
	Percentage of Shares (as a % of the total shareholding of promoter and Promoter group)	-	-	-	-
	Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-
	(b) Non - Encumbered				
	Number of Shares	75737374	75747374	75657259	75737374
	Percentage of Shares (as a % of the total shareholding of promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the company)	51.70%	51.70%	51.64%	51.70%

B INVESTOR COMPLAINTS

	Pending at the beginning of the quarter	NIL
	Received during the quarter	7
	Disposed of during the quarter	7
	Remaining unresolved at the end of the quarter	NIL

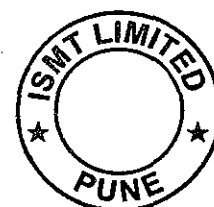


SEGMENT WISE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 30th JUNE, 2012 .

Rs. in Crore

Sr No	Particulars	1	2	3	4
		Quarter ended 30th June,2012	Quarter ended 31st March,2012	Quarter ended 30th June,2011	Year ended 31st March, 2012
		Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue					
a) Gross Sales – Tube		372.52	368.45	366.50	1,549.80
Less : Inter Division		37.54	30.93	44.54	164.84
: Excise Duty		21.71	21.45	19.04	83.20
Sub total		313.27	316.07	302.92	1,301.76
b) Gross Sales – Steel		351.72	374.21	345.88	1,430.80
Less : Inter Segment		199.55	228.84	165.83	792.72
: Excise Duty		16.54	14.28	16.85	60.42
Sub total		135.63	131.09	163.20	577.66
Total Net Sales/ Income from Operations		448.90	447.16	466.12	1,879.42
2 Segment Results					
(Profit after Depreciation & Before Finance Costs Foreign Exchange (Gain) / Loss, Unallocable income (net) and Tax.					
a) Tube		21.92	19.95	28.01	106.56
b) Steel *		14.87	11.16	20.06	54.72
Total		36.79	31.11	48.07	161.28
Less : Finance Costs		37.30	36.96	26.60	120.79
: Foreign Exchange (Gain) / Loss		19.15	12.28	(0.11)	31.52
Add : Unallocable Income (Net of Unallocable Expenses)		4.07	9.84	4.37	19.69
Total Profit / (Loss) Before Tax		(15.59)	(8.29)	25.95	28.66
Less : Current Tax		-	(1.52)	5.05	14.40
Add : MAT Credit Entitlement		-	(1.57)	5.05	14.34
Less : Deferred Tax Charge /(Credit)		-	(6.12)	7.39	0.01
Total Profit / (Loss) After Tax		(15.59)	(2.22)	18.56	28.59
3 Capital Employed					
(Segment Assets – Segment Liabilities)					
a) Tube		1,360.48	1,324.81	1,250.21	1,324.81
b) Steel		163.60	160.47	104.63	160.47
c) Unallocable		(1,017.20)	(897.94)	(719.26)	(897.94)

* Includes profit on steel captively consumed by Tube Segment



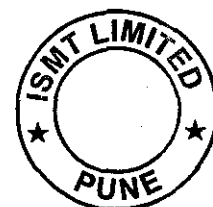
NOTES ON AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2012

- 1 The Company has adopted the Hedge Accounting policy and principles set out in Accounting Standard (AS -30) Financial Instruments: Recognition and Measurement. During the quarter ended 30th June, 2012, the Company has carried Rs.77.66 Crore to Hedge Reserve Account and charged exchange differences of Rs. 14.45 Crore to Profit and Loss Account from Hedge Reserve Account. Balance in Hedge Reserve Accounts as on 30th June, 2012 is Rs. 94.30 Crore.
- 2 The Company has exercised the option as per Para 46 A inserted in the Accounting Standard (AS-11) for treatment of exchange difference on long term monetary liabilities, other than covered under the Hedge accounting . Accordingly during the quarter ended 30th June, 2012, exchange difference capitalized is Rs. 41.85 Crore and exchange difference recognized in Foreign Currency Monetary Item Translation Difference Account (FCMITDA) is Rs. 4.04 Crore and transferred to Profit & Loss Account from FCMITDA is Rs. 0.28 Crore. . Balance in FCMITDA as on 30th June, 2012 is Rs. 8.77 Crore.
- 3 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.1.68 Crore during current quarter ended 30th June, 2012 against the Amalgamation Reserve.
- 4 The insurance claim lodged during the quarter ended 30th September, 2011 has been accounted on accrual basis and a note to this effect was given in the previous year's quarterly results. The limited review report has been qualified with respect to the said note and the Company expects that the said claim to be settled by the insurance Company without any material deviation.
- 5 The auditors have conducted a "Limited Review" of the financial results for the quarter ended 30th June, 2012.
- 6 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 10th August, 2012.

For ISMT Limited

Sd/-
Rajiv Goel
Chief Financial Officer



Place: Mumbai
Date: 10th August, 2012