

PART I

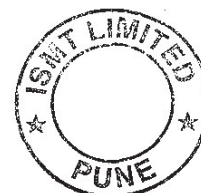
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2013

Sr. No	Particulars	Quarter ended			Half Year ended		Rs. in Crore
		30th Sept., 2013	30th June., 2013	30th Sept., 2012	30th Sept., 2013	30th Sept., 2012	31st March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Gross Sales/ Income from Operations	714.67	623.44	634.72	1,338.11	1,358.96	2,513.02
	Less : Inter Segment Transfers	254.06	208.66	196.68	462.72	396.23	745.29
	Inter Division Transfers	9.90	12.79	38.33	22.69	75.87	112.38
	Excise Duty	40.30	35.66	31.12	75.96	69.37	143.94
	(a) Net Sales/ Income from Operations	410.41	366.33	368.59	776.74	817.49	1,511.41
	(b) Other Operating Income	15.36	18.55	17.81	33.91	38.47	80.38
	Total Income from Operations (a+b)	425.77	384.88	386.40	810.65	855.96	1,591.79
2	Expenses						
	(a) Consumption of Raw Materials	211.68	179.37	153.11	391.05	409.72	773.44
	(b) Purchases of stock-in-trade	1.14	0.26	2.45	1.40	3.82	8.21
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(23.45)	(0.80)	17.63	(24.25)	(17.86)	(27.18)
	(d) Employee benefit expenses	30.48	29.56	29.20	60.04	57.64	115.79
	(e) Depreciation & Amortisation Expense	25.86	24.85	23.69	50.71	45.64	95.64
	(f) Other Expenses :						
	(i) Energy	90.76	75.31	81.72	166.07	168.68	295.60
	(ii) Other Direct Expenditure	71.27	55.76	59.32	127.03	126.17	239.95
	(iii) Other Expenditure	11.36	11.29	6.01	22.65	12.21	35.12
	Total Expenses	419.10	375.60	373.13	794.70	806.02	1,536.57
3	Profit / (Loss) from Operations before other income, finance costs and exceptional items (1-2)	6.67	9.28	13.27	15.95	49.94	55.22
4	Other Income	4.65	4.52	4.94	9.17	9.13	20.66
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	11.32	13.80	18.21	25.12	59.07	75.88
6	Finance Costs	44.87	39.67	38.59	84.54	75.89	152.66
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items and foreign exchange(Gain)/ Loss(5-6)	(33.55)	(25.87)	(20.38)	(59.42)	(16.82)	(76.78)
8	Exceptional items						
	a) Foreign Exchange (Gain)/ Loss	11.22	7.06	24.95	18.28	44.10	63.85
	b) Excess Energy Cost	15.66	-	-	15.66	-	-
9	Profit / (Loss) from ordinary activities before tax (7- 8)	(60.43)	(32.93)	(45.33)	(93.36)	(60.92)	(140.63)
10	Tax Expenses	(21.64)	(11.79)	(17.12)	(33.43)	(17.12)	(40.92)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(38.79)	(21.14)	(28.21)	(59.93)	(43.80)	(99.71)
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period after tax (11-12)	(38.79)	(21.14)	(28.21)	(59.93)	(43.80)	(99.71)
14	Paid-up Equity Share Capital (Face Value of Rs.5/- per share)	73.25	73.25	73.25	73.25	73.25	73.25
15	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year.	-	-	-	-	-	416.57
16	Earnings per share before extraordinary items						
	Basic & Diluted Earnings per share of Rs.5/- each (Rs) (not annualised)	(2.65)	(1.44)	(1.93)	(4.09)	(2.99)	(6.81)
17	Earnings per share after extraordinary items						
	Basic & Diluted Earnings per share of Rs.5/- each (Rs) (not annualised)	(2.65)	(1.44)	(1.93)	(4.09)	(2.99)	(6.81)

PART - II

A SELECT INFORMATION FOR THE QUARTER ENDED 30th SEPTEMBER, 2013

PARTICULARS OF SHAREHOLDING						
1	Public Shareholding					
	Number of Shares	70130712	70130712	70764009	70130712	70764009
	Percentage of Shareholding	47.87%	47.87%	48.30%	47.87%	48.30%
2	Promoters and promoter group shareholding					
	(a) Pledged / Encumbered					
	Number of Shares	NIL	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	76370671	76370671	75737374	76370671	75737374
	Percentage of Shares (as a % of the total shareholding of promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total share capital of the company)	52.13%	52.13%	51.70%	52.13%	51.70%
B	INVESTOR COMPLAINTS					
	Pending at the beginning of the quarter	NIL				
	Received during the quarter	1				
	Disposed of during the quarter	1				
	Remaining unresolved at the end of the quarter	NIL				



SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Rs. in Crore

Sr No	Particulars	Quarter ended			Half Year ended		Year ended
		30th Sept., 2013	30th June, 2013	30th Sept., 2012	30th Sept., 2013	30th Sept., 2012	31st March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Segment Revenue							
a) Gross Sales – Tube		323.93	288.56	341.02	612.49	713.54	1,297.88
Less : Inter Division		9.90	12.79	38.33	22.69	75.87	112.38
: Excise Duty		24.37	21.87	20.47	46.24	42.18	87.37
Sub total		289.66	253.90	282.22	543.56	595.49	1,098.13
b) Gross Sales – Steel		390.74	334.88	293.70	725.62	645.42	1,215.14
Less : Inter Segment		254.06	208.66	196.68	462.72	396.23	745.29
: Excise Duty		15.93	13.79	10.65	29.72	27.19	56.57
Sub total		120.75	112.43	86.37	233.18	222.00	413.28
Total Net Sales/ Income from Operations		410.41	366.33	368.59	776.74	817.49	1,511.41
2 Segment Results							
Profit / (Loss) after Depreciation & before interest & Finance Costs, Exceptional items, Unallocable income (net) and Tax.							
a) Tube		4.43	0.62	12.10	5.05	34.02	8.37
b) Steel *		0.05	1.51	1.25	1.56	16.12	17.78
Total		4.48	2.13	13.35	6.61	50.14	26.15
Less : Finance Costs		44.87	39.67	38.59	84.54	75.89	152.66
Less : Exceptional items							
: Foreign Exchange (Gain) / Loss		11.22	7.06	24.95	18.28	44.10	63.85
: Excess Energy Cost		15.66	-	-	15.66	-	-
Add : Unallocable Income (Net of Unallocable Expenses)		6.84	11.67	4.86	18.51	8.93	49.73
Total Profit / (Loss) Before Tax		(60.43)	(32.93)	(45.33)	(93.36)	(60.92)	(140.63)
Less : Tax Expenses		(21.64)	(11.79)	(17.12)	(33.43)	(17.12)	(40.92)
Total Profit / (Loss) After Tax		(38.79)	(21.14)	(28.21)	(59.93)	(43.80)	(99.71)
3 Capital Employed							
(Segment Assets – Segment Liabilities)							
a) Tube		1,520.18	1,472.98	1,376.32	1,520.18	1,376.32	1,403.33
b) Steel		48.91	41.97	197.79	48.91	197.79	107.41
c) Unallocable		(1,223.20)	(1,105.21)	(1,017.30)	(1,223.20)	(1,017.30)	(1,020.92)

* Includes profit on steel captively consumed by Tube Segment

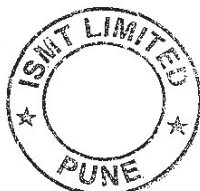


ISMT LIMITED

STATEMENT OF ASSETS AND LIABILITIES

Rs. In Crore

Sr No	Particulars	As at 30 th Sept, 2013	As at 31 st March, 2013
A EQUITY AND LIABILITIES			
1	Shareholders' Funds		
	a) Share Capital	73.25	73.25
	b) Reserves & Surplus	272.64	416.56
	Sub -Total Shareholders' funds	345.89	489.81
2	Non - Current Liabilities		
	a) Long Term Borrowings	946.94	731.87
	b) Deferred Tax Liabilities (Net)	0.93	34.36
	c) Long Term Provisions	7.10	6.02
	Sub - Total - Non Current Liabilities	954.97	772.25
3	Current Liabilities		
	a) Short Term Borrowings	310.88	321.84
	b) Trade Payables	657.48	639.97
	c) Other Current Liabilities	682.98	588.40
	d) Short Term Provisions	2.87	1.79
	Sub -Total - Current Liabilities	1,654.21	1,552.00
TOTAL EQUITY AND LIABILITIES		2,955.07	2,814.06
B ASSETS			
1	Non - Current Assets		
	a) Fixed Assets	1,409.15	1,387.71
	b) Non-Current Investment	52.75	52.75
	c) Long Term Loans and Advances	12.69	12.07
	d) Other Non Current Assets	92.83	92.87
	Sub - Total - Non - Current Assets	1,567.42	1,545.40
2	Current Assets		
	a) Inventories	560.17	507.85
	b) Trade Receivables	433.39	400.06
	c) Cash and Bank Balances	113.84	74.37
	d) Short Term Loans and Advances	150.11	157.69
	e) Other Current Assets	130.14	128.69
	Sub - Total - Current Assets	1,387.65	1,268.66
Total Assets		2,955.07	2,814.06



NOTES ON UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2013

1. The Company had adopted the Hedge Accounting policy and principles set out in Accounting Standard (AS) 30 Financial Instruments: Recognition and Measurement. During the quarter ended 30th September, 2013, the Company has carried Exchange Loss of Rs 23.76 Crore to Hedge Reserve Account and charged Exchange Loss of Rs 2.30 Crore to Statement of Profit and Loss from Hedge Reserve Account. Balance in Hedge Reserve Accounts as on 30th September, 2013 is Rs. 90.60 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 September, 2013, Exchange Loss capitalized is Rs. 25.47 Crore and Exchange Loss recognized in Foreign Currency Monetary Item Translation Difference Account (FCMITDA) is Rs. 2.47 Crore and Exchange Loss of Rs. 0.56 Crore transferred to Statement of Profit and Loss from FCMITDA. Balance in FCMITDA as on 30th September, 2013 is Rs. 12.21 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.1.67 Crore and Rs.3.37 Crore during current quarter and six months ended 30th September, 2013 respectively against the Amalgamation Reserve.
4. The Company has invested Rs.48.43 Crore in its subsidiary ISMT Enterprises, Luxembourg, which in turn holds 100 % investment in Structo Hydraulics AB, Sweden (SHAB). The company has given a corporate guarantee of Rs 31.39 Crores (USD 5 Million) for loan availed by SHAB. The net recoverable on account of supplies by the company to SHAB is Rs. 48.92 Crore. While SHAB had cash loss in the previous year and the net worth of SHAB is eroded. The management is of the opinion that the investment made in ISMT Enterprises group is strategic and as a forward integration in the value chain of core business of the company and the diminution is temporary in nature, as such no provision for the same is considered necessary.
5. The Company had entered in to an Energy Banking Agreement (EBA) dated 7th May, 2010 with Maharashtra State Electricity Distribution Company Limited (MSEDCL) which was not implemented by MSEDCL while granting Open Access permission. Upon petition filed by the Company in this matter an interim order has been passed by Maharashtra Electricity Regulatory Commission, Mumbai (MERC), staying Open Access Circular No. 170 of MSEDCL and making the EBA operative. The said interim order of MERC was challenged by MSEDCL before the Bombay High Court on ground of jurisdiction and was dismissed. Thereafter upon appeal on similar ground, Appellate Tribunal for Electricity has remanded the matter back to MERC after setting aside the MERC order. Based on Legal advice, the Company, pending final disposal of the petition, has continued to accrue Banking Credit as per EBA of Rs. 2.22 Crore and Rs. 9.39 Crore during current quarter and six months ended 30th September, 2013 respectively (Cumulative up to 30th September, 2013 Rs. 39.33 Crore) representing excess energy charges paid to MSEDCL on account of non availability of banking facility.
6. The Company had recognized insurance claim amounting to Rs. 14.98 Crore in the financial year 2011-12. After accounting for receipt of part claim and credit for rejected material, the balance amount of Rs. 2.45 Crore is yet to be received from the Insurance Company. The Company expects that the said claim would be settled by the Insurance Company and there would be no material difference in the settlement of the claim.
7. During the current quarter there was a major break down at Captive Power Plant. As a result the Company had to purchase additional power requirement from MSEDCL at higher rate. The excess energy cost incurred of Rs 15.66 Crore, including repair cost, is treated as exceptional item
8. 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 13th November, 2013.

For ISMT Limited

Sd/-

Rajiv Goel
Chief Financial Officer



Place: Pune
Date: 13th November, 2013

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