

PART I

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2013

Rs. in Crore

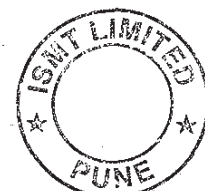
Sr. No	Particulars	Quarter ended			Nine Months ended		Year ended
		31st Dec., 2013	30th Sept., 2013	31st Dec., 2012	31st Dec., 2013	31st Dec., 2012	31st March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Gross Sales/ Income from Operations	591.74	714.67	513.96	1,929.85	1,872.92	2,513.02
	Less : Inter Segment Transfers	211.03	254.06	144.45	673.75	540.68	745.29
	Inter Division Transfers	9.01	9.90	19.31	31.70	95.18	112.38
	Excise Duty	32.74	40.30	36.75	108.70	106.12	143.94
	(a) Net Sales/ Income from Operations	338.96	410.41	313.45	1,115.70	1,130.94	1,511.41
	(b) Other Operating Income	16.82	15.36	24.00	50.73	62.47	80.38
	Total Income from Operations (a+b)	355.78	425.77	337.45	1,166.43	1,193.41	1,591.79
2	Expenses						
	(a) Consumption of Raw Materials	202.98	211.68	166.14	594.03	575.86	773.44
	(b) Purchases of stock-in-trade	-	1.14	2.24	1.40	6.06	8.21
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(42.50)	(23.45)	(8.32)	(66.75)	(26.18)	(27.18)
	(d) Employee Benefits Expense	32.31	30.48	28.07	92.35	85.71	115.79
	(e) Depreciation & Amortisation Expense	25.58	25.86	25.33	76.29	70.97	95.64
	(f) Other Expenses :						
	(i) Energy	78.27	90.76	75.09	244.34	243.77	295.60
	(ii) Other Direct Expenditure	69.91	71.27	47.98	196.94	174.15	239.95
	(iii) Other Expenditure	7.04	7.75	5.13	21.89	17.34	27.28
	Total Expenses	373.59	415.49	341.66	1,160.49	1,147.68	1,528.73
3	Profit / (Loss) from Operations before other income, finance costs and exceptional items (1-2)	(17.81)	10.28	(4.21)	5.94	45.73	63.06
4	Other Income	3.27	4.65	3.40	12.44	12.53	20.66
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(14.54)	14.93	(0.81)	18.38	58.26	83.72
6	Finance Costs	48.66	44.87	39.62	133.20	115.51	152.66
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items and foreign exchange (Gain)/ Loss (5-6)	(63.20)	(29.94)	(40.43)	(114.82)	(57.25)	(68.94)
8	Exceptional items						
	a) Foreign Exchange (Gain)/ Loss	14.69	11.22	8.73	32.97	52.83	63.85
	b) Excess Energy Cost	-	15.66	-	15.66	-	-
	c) Others (Refer Note No. 6)	11.38	3.61	-	19.18	-	7.84
9	Profit / (Loss) from ordinary activities before tax (7- 8)	(89.27)	(60.43)	(49.16)	(182.63)	(110.08)	(140.63)
10	Tax Expenses	(0.93)	(21.64)	(13.50)	(34.36)	(30.62)	(40.92)
11	Net Profit / (Loss) from ordinary activities after tax (9-10)	(88.34)	(38.79)	(35.66)	(148.27)	(79.46)	(99.71)
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (Loss) for the period after tax (11-12)	(88.34)	(38.79)	(35.66)	(148.27)	(79.46)	(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)	(6.03)	(2.65)	(2.43)	(10.12)	(5.42)	(6.81)
17	Earnings per share after extraordinary items						
	Basic & Diluted Earnings per share of Rs.5/- each (Rs) (not annualised)	(6.03)	(2.65)	(2.43)	(10.12)	(5.42)	(6.81)

PART - II

A SELECT INFORMATION FOR THE QUARTER ENDED 31st DECEMBER, 2013

PARTICULARS OF SHAREHOLDING

1	Public Shareholding						
	Number of Shares	70130612	70130712	70794009	70130612	70794009	70150712
	Percentage of Shareholding	47.87%	47.87%	48.32%	47.87%	48.32%	47.88%
2	Promoters and promoter group shareholding						
	(a) Pledged / Encumbered						
	Number of Shares	NIL	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	76370771	76370671	75707374	76370771	75707374	76350671
	Percentage of Shares (as a % of the total shareholding of promoter and Promoter group)	100.00%	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%	51.68%	52.13%	51.68%	52.12%
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter	NIL					
	Received during the quarter	2					
	Disposed of during the quarter	2					
	Remaining unresolved at the end of the quarter	NIL					

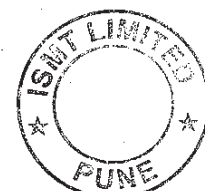


SEGMENT WISE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2013.

Rs. in Crore

Sr No	Particulars	Quarter ended			Nine Months ended		Year ended
		31st Dec., 2013	30th Sept., 2013	31st Dec., 2012	31st Dec., 2013	31st Dec., 2012	31st March, 2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
	a) Gross Sales – Tube	284.77	323.93	265.90	897.26	979.44	1,297.88
	Less : Inter Division	9.01	9.90	19.31	31.70	95.18	112.38
	: Excise Duty	21.29	24.37	21.09	67.53	63.27	87.37
	Sub total	254.47	289.66	225.50	798.03	820.99	1,098.13
	b) Gross Sales – Steel	306.97	390.74	248.06	1,032.59	893.48	1,215.14
	Less : Inter Segment	211.03	254.06	144.45	673.75	540.68	745.29
	: Excise Duty	11.45	15.93	15.66	41.17	42.85	56.57
	Sub total	84.49	120.75	87.95	317.67	309.95	413.28
	Total Net Sales/ Income from Operations	338.96	410.41	313.45	1,115.70	1,130.94	1,511.41
2	Segment Results						
	Profit / (Loss) after Depreciation & before Finance Costs, Exceptional items, Unallocable income (net) and tax						
	a) Tube	(7.11)	8.04	2.00	5.74	36.02	16.21
	b) Steel *	(16.37)	0.05	(6.14)	(14.81)	9.98	17.78
	Total	(23.48)	8.09	(4.14)	(9.07)	46.00	33.99
	Less : Finance Costs	48.66	44.87	39.62	133.20	115.51	152.66
	Less : Exceptional items						
	: Foreign Exchange (Gain) / Loss	14.69	11.22	8.73	32.97	52.83	63.85
	: Excess Energy Cost	-	15.66	-	15.66	-	-
	: Others	11.38	3.61	-	19.18	-	7.84
	Add : Unallocable Income (Net of Unallocable Expenses)	8.94	6.84	3.33	27.45	12.26	49.73
	Total Profit / (Loss) Before Tax	(89.27)	(60.43)	(49.16)	(182.63)	(110.08)	(140.63)
	Less : Tax Expenses	(0.93)	(21.64)	(13.50)	(34.36)	(30.62)	(40.92)
	Total Profit / (Loss) After Tax	(88.34)	(38.79)	(35.66)	(148.27)	(79.46)	(99.71)
3	Capital Employed						
	(Segment Assets – Segment Liabilities)						
	a) Tube	1,465.63	1,520.18	1,399.14	1,465.63	1,399.14	1,403.33
	b) Steel	73.15	48.91	235.82	73.15	235.82	107.41
	c) Unallocable	(1,261.97)	(1,223.20)	(1,136.09)	(1,261.97)	(1,136.09)	(1,020.92)

* Includes profit on steel captively consumed by Tube Segment



NOTES ON UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 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 31st December, 2013, the Company has carried Exchange Gain of Rs 13.28 Crore to Hedge Reserve Account and charged Exchange Loss of Rs 6.68 Crore to Statement of Profit and Loss from Hedge Reserve Account. Balance in Hedge Reserve Accounts as on 31st December, 2013 is Rs. 70.65 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 31st December, 2013, Exchange Gain capitalized is Rs. 4.92 Crore and Exchange Gain recognized in Foreign Currency Monetary Item Translation Difference Account (FCMITDA) is Rs. 0.59 Crore and Exchange Loss of Rs. 0.41 Crore transferred to Statement of Profit and Loss from FCMITDA. Balance in FCMITDA as on 31st December, 2013 is Rs. 11.21 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.5.05 Crore during current quarter and nine months ended 31st December, 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 18.57 Crores (USD 3 Million) for loan availed by SHAB. The net recoverable on account of supplies by the company to SHAB is Rs. 41.67 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. Upon petition filed by the Company regarding non implementation of Energy Banking Agreement (EBA) dated 7th May, 2010, Maharashtra Electricity Regulatory Commission (MERC) had passed an interim order dated 13th May, 2013 inter alia restoring the banking. This order was challenged by Maharashtra State Electricity Distribution Company Limited (MSEDCL) on grounds of jurisdiction before the Appellate Tribunal for Electricity after being turned down by High Court at Bombay, which the Tribunal had remanded back to MERC after setting aside the above order. MERC has now passed an order dated 3rd December, 2013, confirming that they have jurisdiction to stipulate banking. Based on Legal advice, the Company, pending final disposal of the petition, has continued to accrue Banking Credit as per EBA of Rs.5.67 Crore and Rs.15.06 Crore during current quarter and nine months ended 31st December, 2013 respectively (Cumulative up to 31st December, 2013 Rs. 45.00 Crore) representing excess energy charges paid to MSEDCL on account of non availability of banking facility.
6. Exceptional Item - Others include Legal and other expenses incurred in international arbitration and write off insurance claim not received.
7. The comparative figures are regrouped and reclassified to meet the current quarter's classification.

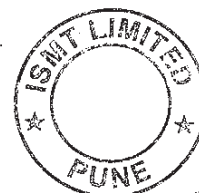
The above results were reviewed by the Audit committee and have been taken on record by the Board of Directors at their meeting held on 11th February, 2014.

For ISMT Limited

sd/-

Rajiv Goel
Chief Financial Officer

Place: Pune
Date: 11th February, 2014



REVIEW REPORT

We have reviewed the accompanying statement of un-audited financial results of ISMT LIMITED for the period ended 31st December, 2013 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:

The Company has recognised claim made of Rs. 5.67 Crore (Cumulative up to 31st December, 2013 Rs.45.00 Crore) against Maharashtra State Electricity Distribution Company Limited (MSEDCL) for non implementation of Energy Banking Agreement. The realisation of this claim is contingent and dependent upon the outcome of the decision of the petition filed with Maharashtra Electricity Regulatory Commission, Mumbai (MERC). (Refer Note No. 5 of the Unaudited Financial Results).

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

Sdf-

Sandeep Rao
Partner
M.No.47235
Pune
11th February, 2014

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

Sdf-

Sanjay Dhruva
Partner
M.No.38480
Mumbai
11th February, 2014