

**STEEL AUTHORITY OF INDIA LIMITED**  
**REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110003**

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2014

₹ Crore

Part I Sl. No	Particulars	Quarter ended			Nine Months ended		Year ended 31st March 2014 (Audited)
		31st December 2014	30th September 2014	31st December 2013	31st December 2014	31st December 2013	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
1	(a) Net Sales / Income from operations						
	i) Gross Sales	12291.23	12933.89	12716.28	37740.48	36879.41	51865.99
	ii) Less : Excise Duty	1313.82	1368.30	1353.58	4001.80	4000.72	5677.29
	Sub total (a) (i-ii)	10977.41	11565.59	11362.70	33738.68	32878.69	46188.70
	(b) Other operating Income	128.91	113.08	110.42	386.99	342.93	493.68
	<b>Total Income from Operations (net)</b>	<b>11107.32</b>	<b>11678.67</b>	<b>11473.12</b>	<b>34125.67</b>	<b>33221.62</b>	<b>46682.38</b>
2	Expenses						
	a) Changes in Inventories of Finished Goods, Work In Progress and Stock-in-Trade	-650.60	-59.04	-373.89	-754.14	-529.36	894.83
	b) Cost of Materials Consumed	4666.21	4399.14	5081.81	13462.03	14441.58	19271.16
	c) Purchase of Stock In Trade	0.26	0.00	0.07	0.26	0.64	0.78
	d) Employee Benefits Expense	2300.30	2384.54	2267.80	7123.30	7058.02	9578.51
	e) Power & Fuel	1350.81	1475.14	1229.83	4148.27	3680.08	4942.15
	f) Depreciation and Amortisation Expenses	486.66	391.66	406.74	1266.27	1200.39	1716.69
	g) Other Expenses	2232.24	2193.08	2101.20	6473.13	5781.15	7992.36
	<b>Total Expenses</b>	<b>10385.88</b>	<b>10733.92</b>	<b>10715.58</b>	<b>31719.12</b>	<b>31632.50</b>	<b>44396.28</b>
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	741.44	944.75	757.56	2406.56	1589.12	2286.10
4	Other Income						
	i) Interest Earned	120.28	105.82	148.98	332.85	427.81	584.13
	ii) Other Income	224.93	56.15	45.42	371.63	200.39	265.70
	Sub total (i+ii)	345.21	161.97	194.40	704.48	628.20	849.83
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3+4)	1086.65	1106.72	951.96	3111.03	2217.32	3135.93
6	Finance Cost	366.57	355.78	246.77	1027.31	655.07	967.64
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	720.08	750.94	705.19	2083.72	1562.25	2168.29
8	Exceptional Items Loss(-)/Gain (+)						
	Compensation Received for Non Performance of Contract.	0.00	0.00	0.00	0.00	1056.26	1056.26
9	Profit from Ordinary Activities before Tax (7+8)	720.08	750.94	705.19	2083.72	2618.51	3224.55
10	Tax Expense						
	(a) Current Tax	149.52	161.83	139.18	443.41	535.79	683.26
	(b) Deferred Tax Liability / Assets (-)	158.28	101.45	29.41	342.55	310.62	331.97
	(c) MAT Credit	-149.52	-161.83	4.00	-443.41	-382.61	-520.11
	(d) Earlier Years	-17.29	0.00	0.00	-17.29	0.81	112.95
	Sub-Total (a to d)	140.99	101.45	172.59	325.26	454.61	608.07
11	Net Profit from Ordinary Activities after Tax (9-10)	579.09	649.49	532.60	1758.46	2163.90	2616.48
12	Extraordinary Items (net of Tax Expense Rs. Nil)	-0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit for the Period (11-12)	579.09	649.49	532.60	1758.46	2163.90	2616.48
14	Paid up Equity Share Capital (Face value : Rs. 10 per share)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
15	Reserves (Excluding Revaluation Reserve) as per Balance Sheet of Previous Accounting Year						36535.82
16	Basic and Diluted Earnings per Share (of Rs.10/- each) before and after Extraordinary Items (Not Annualised) (Rupees)	1.40	1.57	1.29	4.26	5.24	6.33

Part II Sl. No	Particulars	Quarter ended			Nine Months ended		Year ended 31st March 2014 (Audited)
		31st December 2014	30th September 2014	31st December 2013	31st December 2014	31st December 2013	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	
A	<b>PARTICULARS OF SHAREHOLDING</b>						
1	Public share holding						
	- Number of shares	103,23,24,705	82,57,77,391	82,57,77,391	103,23,24,705	82,57,77,391	82,57,77,391
	- Percentage of share holding	24.99	19.99	19.99	24.99	19.99	19.99
2	Promoters and Promoter group shareholding						
	(a) Plodged / Encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-Encumbered						
	- Number of Shares	309,77,67,449	330,42,93,713	330,42,93,713	309,77,67,449	330,42,93,713	330,42,93,713
	- Percentage of shares (as a % of the total shareholding of the 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)	75.00	80.00	80.00	75.00	80.00	80.00

Particulars	Quarter ended 31st Dec 2014
<b>INVESTOR COMPLAINTS</b>	
Pending at the beginning of the quarter	0
Received during the quarter	12
Disposed off during the quarter	10
Remaining unresolved at the end of the quarter	2

SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED							₹ crore
PARTICULARS	Quarter Ended	Quarter Ended	Quarter Ended	9 months ended	9 months ended	Year ended	
	31st December	30th Sept	31st December	31st December	31st December	31st March	
	2014	2014	2013	2014	2013	2014	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
<b>Segment Revenue (Net Sales / Income from Operations)</b>							
- Bhilai Steel Plant	4016.84	4146.46	4226.67	11977.10	12441.50	17159.12	
- Durgapur Steel Plant	1822.45	1811.88	1873.07	5297.68	5316.28	7379.90	
- Rourkela Steel Plant	2219.15	2284.84	2114.32	6806.32	5932.62	8492.87	
- Bokaro Steel Plant	2760.86	3083.12	3026.90	8945.13	9057.45	12666.29	
- IISCO Steel Plant	398.05	518.83	759.79	1467.37	2165.63	2926.83	
- Alloy Steels Plant	195.21	195.87	184.33	530.48	577.14	737.93	
- Salem Steel Plant	515.66	500.07	473.81	1491.88	1276.13	1824.04	
- Visvesvaraya Iron & Steel Plant	49.44	66.74	44.89	189.10	155.65	227.34	
- Others	986.84	819.64	941.10	2626.31	2563.38	3447.80	
<b>Total Segment Revenue</b>	<b>12964.51</b>	<b>13427.25</b>	<b>13644.98</b>	<b>39331.41</b>	<b>38485.78</b>	<b>54862.12</b>	
Less : Inter-Segment Revenue	1857.19	1748.58	2171.86	5205.74	6264.16	8179.74	
<b>Net sales / Income from Operations</b>	<b>11107.32</b>	<b>11678.67</b>	<b>11473.12</b>	<b>34125.67</b>	<b>32221.62</b>	<b>46682.38</b>	
<b>Segment Results (Profit(+)/Loss(-) before Interest, Exceptional Items and Tax)</b>							
- Bhilai Steel Plant	634.18	801.18	626.40	1923.39	1673.44	2320.31	
- Durgapur Steel Plant	111.03	155.13	80.89	420.65	314.98	519.55	
- Rourkela Steel Plant	141.82	118.69	106.75	402.51	203.97	422.29	
- Bokaro Steel Plant	133.09	219.05	145.50	606.59	76.20	400.50	
- IISCO Steel Plant	-204.69	-227.36	-153.13	-671.13	-317.36	-539.40	
- Alloy Steels Plant	-30.37	-35.46	-30.56	-100.08	-89.49	-84.19	
- Salem Steel Plant	-60.96	-60.79	-67.93	-182.36	-236.68	-281.58	
- Visvesvaraya Iron & Steel Plant	-29.83	-29.41	-43.17	-88.42	-111.67	-122.62	
- Others	392.38	165.69	281.51	799.88	703.93	501.07	
<b>Total</b>	<b>1086.65</b>	<b>1108.72</b>	<b>951.96</b>	<b>3111.03</b>	<b>2217.32</b>	<b>3135.93</b>	
Less : Interest Expenses	366.57	355.78	246.77	1027.31	655.07	967.64	
Exceptional Items - Loss(-)/Gain(+)							
Add : Compensation Received for Non Performance of Contract	0.00	0.00	0.00	0.00	1056.26	1056.26	
<b>Profit before Tax</b>	<b>720.08</b>	<b>750.94</b>	<b>705.19</b>	<b>2083.72</b>	<b>2618.51</b>	<b>3224.55</b>	
<b>Capital Employed</b>							
<b>(Segment Assets less Segment Liabilities excluding Inter Unit Balances)</b>							
- Bhilai Steel Plant	16056.06	15312.70	15027.92	16056.06	15027.92	14950.48	
- Durgapur Steel Plant	3192.61	3214.61	3157.84	3192.61	3157.84	3077.23	
- Rourkela Steel Plant	14101.96	13734.38	13251.97	14101.96	13251.97	13375.75	
- Bokaro Steel Plant	10502.84	10294.36	10277.62	10502.84	10277.62	10402.60	
- IISCO Steel Plant	16311.59	15946.33	15330.63	16311.59	15330.63	15501.10	
- Alloy Steels Plant	420.32	428.50	484.15	420.32	484.15	423.35	
- Salem Steel Plant	2768.77	2702.75	2957.24	2768.77	2957.24	2813.29	
- Visvevaraya Iron & Steel Plant	430.95	410.78	393.01	430.95	393.01	391.90	
- Others	-3983.72	-3125.57	-1009.65	-3983.72	-1009.65	-2596.67	
<b>Total Capital Employed in the Company</b>	<b>59801.38</b>	<b>58918.84</b>	<b>58870.73</b>	<b>59801.38</b>	<b>59870.73</b>	<b>58339.03</b>	
<b>Note :</b>							
1. Segments have been identified in line with the Accounting Standard - 17 on Segment Reporting taking into account the Organisation and Management Structure and also Internal Financial Reporting System though the Company primarily deals in Iron & Steel Items. Segment Revenue, Results and Capital Employed include the respective amounts identifiable to each of the segments.							
2. Since the Company's overseas operations are below 10% of the total operations, the disclosure of geographical segments is not applicable.							

**Notes to Financial Results :**

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in their respective Meetings held on 13<sup>th</sup> February, 2015.
2. The above results have been reviewed by the Statutory Auditors, as required under Clause 41 of the Listing Agreement.
3. The Board of Directors, in its meeting held on 13<sup>th</sup> February, 2015, have approved interim dividend of ₹1.75 per equity share for the Financial Year 2014-15. The record date for payment of Interim Dividend has been fixed as 20<sup>th</sup> February, 2015 instead of 19<sup>th</sup> February, 2015 published earlier.
4. Net Sales include sales to Government Agencies recognised on provisional contract prices during the Nine Months ended 31<sup>st</sup> December, 2014: ₹2135.49 crore (corresponding Nine Months of previous year: ₹2472.83 crore) and cumulatively upto 31<sup>st</sup> December, 2014: ₹9000.55 crore (upto the corresponding Nine Months of previous year : ₹20716.54 crore).
5. Pending decision by the Hon'ble Supreme Court of India on levy of entry tax in the States of Chattisgarh, Odisha, and Uttar Pradesh, the entry tax demands, under dispute, of ₹1080.80 crore, ₹298.51 crore and ₹92.40 crore respectively, have been treated as contingent liabilities.
6. Pending decision by the Hon'ble Supreme Court of India in the determination of the electricity tariff, claims of ₹291.76 crore upto 31<sup>st</sup> March, 2014 made by Damodar Valley Corporation in respect of electricity supplied to one of the Plants of the Company, have been treated as contingent liabilities.
7. In accordance with Companies (Accounting Standards) Amendment Rules, 2009, relating to Accounting Standard – 11, notified on 31<sup>st</sup> March 2009 and amended from time to time, the foreign exchange fluctuation loss on long-term foreign currency loans of ₹11.66 crore (net credit) and ₹63.76 crore (net debit) for the current Quarter and Nine Months respectively [corresponding Quarter and Nine Months of previous year- ₹28.38 crore (net credit) and ₹451.01 crore (net debit)], has been adjusted in the carrying cost of the Fixed Assets/Capital Work-in-progress.
8. 'Other income' includes ₹199.81 crore towards profit on sale of investment in one of the Joint Ventures of the Company.
9. The Company has revised the accounting policy for depreciation of tangible assets in alignment with Schedule II to the Companies Act, 2013 which has become applicable from 1<sup>st</sup> April, 2014. Consequently, profit for the Nine Months is higher by ₹265.29 crore. Further, an amount of ₹222.29 crore has been recognised in the opening balance of the retained earnings where the remaining useful life of such tangible assets is Nil as at 1<sup>st</sup> April, 2014 in line with the provisions of Schedule - II to the Companies Act, 2013.

10. The Auditors in their Limited Review Report for the quarter ended 30<sup>th</sup> September, 2014 have brought out that the Company has not provided for :


- a) entry tax amounting to ₹92.40 crore in the state of Uttar Pradesh, ₹1078.10 crore in the state of Chhattisgarh and ₹298.51 crore in the state of Odisha;
- b) claims of ₹291.76 crore by DVC for supply of Power;

In respect of items stated at (a) and (b) above, the Company's views are that these cases are sub judice and pending for adjudication before the Hon'ble Supreme Court. The disputed demands, contested on valid and bonafide grounds, have been disclosed as contingent liabilities as it is not probable that present obligations exist as on 31st December, 2014. Therefore, there is no adverse impact on profit. These cases were sub judice as on 31<sup>st</sup> March, 2012, 2013 & 2014, also and there is no change in the status of these cases till date.

11. The figures of previous periods have been re-grouped, wherever necessary, so as to conform to the current Quarter/Nine Months's classification.

For and on behalf of Board of Directors

Place: New Delhi  
Dated: 13<sup>th</sup> February, 2015

  
( Anil Kumar Chaudhary )  
Director (Finance)