



SATHAVAHANA ISPAT LIMITED

Regd. Office: 314, Sri Rama Krishna Towers, Nagarjuna Nagar, Hyderabad - 500 073

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2012

PART I

(Rs. in Lakhs)

PARTICULARS	Quarter ended			Half year ended		Previous year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income from operations						
(a) Net Sales / Income from operations (net of excise duty)	13255.74	32230.71	7220.78	45486.45	24453.38	63292.89
(b) Other Operating Income	0.00	0.02	36.13	0.02	43.01	70.99
Total Income from operations (net)	13255.74	32230.73	7256.91	45486.47	24496.39	63363.88
2 Expenses						
a) Cost of Materials consumed	8553.87	21163.81	11477.94	29717.68	27680.61	58199.83
b) Purchase of stock-in-trade	304.91	0.00	0.00	304.91	0.00	0.00
c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.	726.79	7574.76	(6607.71)	8301.55	(9726.82)	(1051.60)
d) Employee benefits expense	266.94	356.99	324.72	623.93	704.06	1423.20
e) Depreciation and amortisation expense	569.74	579.03	492.01	1148.77	978.37	1989.99
f) Foreign exchange fluctuations (other than considered as finance cost)	0.00	2800.04	2273.48	2266.18	2431.00	3643.09
g) Other expenses	1436.07	1266.45	962.35	2702.52	2324.54	4728.89
h) Total expenses	11858.32	33741.08	8922.79	45065.54	24391.76	68933.40
3 Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	1397.42	(1510.35)	(1665.88)	420.93	104.63	(5569.52)
4 Other Income	2777.65	200.76	167.00	566.81	477.40	1206.04
5 Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	4175.07	(1309.59)	(1498.88)	987.74	582.03	(4363.48)
6 Finance costs:						
a) Interest and other borrowing costs	1063.09	1171.67	697.58	2234.76	1534.48	4243.20
b) Net loss on foreign currency transaction and translation	0.00	1877.74	0.00	0.00	0.00	91.19
7 Profit / (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	3111.98	(4359.00)	(2196.46)	(1247.02)	(952.45)	(8697.87)
8 Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
9 Profit / (Loss) from Ordinary activities before tax (7+8)	3111.98	(4359.00)	(2196.46)	(1247.02)	(952.45)	(8697.87)
10 Tax expense	12.75	51.96	(334.16)	64.71	77.12	(753.08)
11 Net Profit / (Loss) from Ordinary activities after Tax (9-10)	3099.23	(4410.96)	(1862.30)	(1311.73)	(1029.57)	(7944.79)
12 Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00	0.00	0.00
13 Net Profit / (Loss) for the period/ year (11-12)	3099.23	(4410.96)	(1862.30)	(1311.73)	(1029.57)	(7944.79)
14 Paid-up equity share capital (Face value of the share Rs.10/- each)	3840.00	3643.00	3460.00	3840.00	3460.00	3643.00
15 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	--	--	--	--	--	14122.43
16 Earnings / (Loss) Per Share before extraordinary items of Rs.10/- each (not annualised) in Rs.						
(a) Basic	8.26	(12.11)	(5.38)	(3.50)	(2.98)	(22.96)
(b) Diluted	8.08	(12.11)	(5.38)	(3.50)	(2.98)	(22.96)
17 Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs.						
(a) Basic	8.26	(12.11)	(5.38)	(3.50)	(2.98)	(22.96)
(b) Diluted	8.08	(12.11)	(5.38)	(3.50)	(2.98)	(22.96)
Please see accompanying notes to the financial results						

PART II : Select information for the quarter / half year ended 30th September 2012

A	PARTICULARS OF SHAREHOLDING:						
1	Public Shareholding:						
	- Number of shares	22109910	22109910	22109910	22109910	22109910	22109910
	- percentage of shareholding	57.58	57.58	57.58	57.58	57.58	57.58
2	Promoters and promoter group Shareholding:						
	a) Pledged / Encumbered :						
	- Number of Shares	--	--	--	--	--	--
	- 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 (including share warrants)	16290090	16290090	16290090	16290090	16290090	16290090
	- 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)	42.42	42.42	42.42	42.42	42.42	42.42



B INVESTOR COMPLAINTS:		Quarter ended				
Particulars		30.09.2012				
Pending at the beginning of the quarter		Nil				
Received during the quarter		3				
Disposed during the quarter		3				
Remaining unresolved at the end of the quarter		Nil				
SEGMENT REPORTING:				(Rs. In lakhs)		
PARTICULARS	Quarter ended			Half year ended		Previous year ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue:						
(a) Pig Iron	3082.46	11333.49	5161.20	14415.95	11938.52	27624.27
(b) Metallurgical Coke with Co-generation Power	10904.52	26147.42	2894.04	37051.94	18298.35	53168.05
Total	13986.98	37480.91	8055.24	51467.89	30236.87	80792.32
Less: Inter /Intra Segment Revenue	731.24	5250.20	834.46	5981.44	5783.49	17499.43
Net Sales / Income from Operations	13255.74	32230.71	7220.78	45486.45	24453.38	63292.89
2 Segment Results (Profit / (Loss) before Tax and interest:						
(a) Pig Iron	(190.79)	(1639.52)	(298.89)	(1830.31)	(587.51)	(3492.05)
(b) Metallurgical Coke with Co-generation Power	4116.92	(1806.81)	(1256.89)	2310.11	1107.44	(1846.38)
Total	3926.13	(3446.33)	(1555.78)	479.80	519.93	(5338.43)
Less: (i) Interest (net)	698.48	807.78	561.33	1506.26	1269.82	2910.95
(ii) Other Un-allocable Expenditure (net)	115.67	104.89	79.35	220.56	202.56	448.49
Total Profit / (Loss) before Tax	3111.98	(4359.00)	(2196.46)	(1247.02)	(952.45)	(8697.87)
3 Capital Employed (Segment assets - Segment liabilities)						
(a) Pig Iron	6922.47	5157.97	4565.27	6922.47	4565.27	10480.29
(b) Metallurgical Coke with Co-generation Power	7709.08	8221.09	17232.84	7709.08	17232.84	6036.39
(c) Unallocated	988.92	321.62	815.38	988.92	815.38	1694.21
(d) Projects under implementation	3780.06	1701.38	4037.49	3780.06	4037.49	1550.17
Total	19400.53	15402.06	26650.98	19400.53	26650.98	19761.06
STATEMENT OF ASSETS AND LIABILITIES				(Rs. In lakhs)		
Particulars		As at 30.09.2012	As at 31.03.2012			
A EQUITY AND LIABILITIES						
1 Shareholders' funds						
(a) Share capital		3840.00	3643.00			
(b) Reserves and surplus		13795.70	14122.43			
(c) Money received against share warrants		0.00	295.50			
Sub-total - Shareholders funds		17635.70	18060.93			
2 Share application money pending allotment						
		0.00	0.00			
3 Non-current liabilities						
(a) Long-term borrowings		15280.01	12606.76			
(b) Deferred tax liabilities (net)		1764.83	1700.13			
(c) Other long-term liabilities		1165.81	645.34			
(d) Long-term provisions		240.24	213.59			
Sub-total - Non-current liabilities		18450.89	15165.82			
4 Current liabilities						
(a) Short-term borrowings		28724.56	36737.61			
(b) Trade payables		24337.39	31500.03			
(c) Other current liabilities		12938.49	10621.77			
(d) Short-term provisions		7.47	7.47			
Sub-total - Current liabilities		66007.91	78866.88			
TOTAL - EQUITY AND LIABILITIES		102094.50	112093.63			
B ASSETS						
1 Non-current assets						
(a) Fixed Assets		45474.98	40327.21			
(b) Non-current investments		12.84	11.84			
(c) Long-term loans and advances		1487.91	1119.93			
(d) Other non-current assets		1001.05	921.82			
Sub-total - Non-current assets		47976.78	42380.80			
2 Current Assets						
(a) Current investments		0.00	500.22			
(b) Inventories		18728.34	34754.36			
(c) Trade receivables		13064.93	13216.68			
(d) Cash and cash equivalents		18742.89	17790.07			
(e) Short-term loans and advances		3094.76	3143.57			
(f) other current assets		486.80	307.93			
Sub-total - Current assets		54117.72	69712.83			
TOTAL - ASSETS		102094.50	112093.63			



NOTES:

1. Company's business consists of two Reportable segments viz., Pig Iron and Metallurgical Coke with Co-generation Power.
2. The above financial results for the quarter / half year ended 30th September 2012 were reviewed by the Audit Committee and approved and taken on record at the meeting of the Board of Directors held on 10th November 2012
3. The utilisation of proceeds of preferential issue made on 15.03.2011 as on 30th September 2012 is as under : in Rs. Lakhs:

1.Amount incurred on Project and other related business expenditure	2409.90
2.Amount in current account and fixed deposit with bank	590.10
Total amount	3000.00
4. The loss during the half year was mainly due to foreign exchange losses and high interest expense. However during the quarter ended 30th September 2012 there is a net foreign exchange gain of Rs.2411.60 lakhs and the same was considered as a part of other Income.
5. The capital work on integrated project at Haresamudram Village, Bommanahal Mandal, Anantapur District, Andhra Pradesh is in progress. Blast Furnace Modernisation as a part of the integrated project which was taken up effective from 1st July 2012 is expected to be restarted in November 2012. Accordingly there is no Pig Iron production during the quarter.
6. The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / half year ended results.

Place: Hyderabad,
Date :10.11.2012



For and on behalf of Board of Directors
SATHAVAHANA ISPAT LIMITED

(NARESH KUMAR A)
MANAGING DIRECTOR



P.V.R.K. Nageswara Rao & Co.,
Chartered Accountants

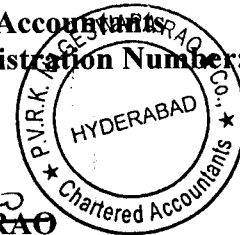
LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of **SATHAVAHANA ISPAT LIMITED** for the period ended **30th September, 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) 2400, 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 provides 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, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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.

For P.V.R.K. NAGESWARA RAO & Co.,
Chartered Accountants
Firm's Registration Number: 002283S



N. Anka Rao
N. ANKA RAO
Partner

Membership Number: 23939

HYDERABAD
10.11.2012