

FROM :SATHAVAHANA ISPAT LTD

SATHAVAHANA ISPAT LIMITED

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

PARTICULARS Quarter anded Half year ended Previous Previo	4	UNAUDITED FINANCIAL RESULTS FOR THE	QUARTER A	ND HALF YEA	R ENDED 30	TH SEPTEM	3ER 2013	
PARTICULARS 30 08 2013 30 06 2013 30 06 2012 30 08 2013 30 00.02 2013 30 0.02 201	P٨							(Rs. In Lakh
10 10 10 10 10 10 10 10		-		Quarter ended			ar ended	Previous
Income from operations (one) descriptions (red of excisio duly) 285892.5 24788.12 13255.74 5337.37 45466.45 75136. (b) Other Operating Income 0.02 0.00 0.00 0.02 0.00 0.00 0.02 0.00 0.00 0.02 0.00		PARTICULARS	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.201
6) Net Sales / Income from operations (net of seroise duty) 26569 25 24788 12 13255.74 53337.37 45488.45 75138 (0) Office Operating Income 2669 27 24786 12 13255.74 53337.37 45468.77 75138 (2) 2 2 2 2 2 2 2 2 2	_		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
(a) Circle (Poerding) incores (b) Circle (Poerding) incores (c) 28592 7 24766 12 13255 74 53337 39 45496 47 773342 2 Expensions (a) Contribute homosphicis (pright) (b) Purchase of contributes consumed (c) Circle (Poerding) (c) Purchase of contributes consumed (c) Circle (Poerding) (d) Employer in invertice of finished goods, work-in-drogress and 4743.20 2629 90 726 79 7373.13 8301.55 (890.4 cold) (d) Employer in invertice of finished goods, work-in-drogress and 4743.20 2629 90 726 79 7373.13 8301.55 (890.4 cold) (e) Employer benefits expense (d) Employer benefits expense (e) Object (Poerding) (e) Prochase of methods expense (e) Object (Poerding) (e) Prochase of methods (Poerding) (e) Prochase of methods (Poerding) (e) Prochase of methods (Poerding) (e) Prochase (Poer	1		l .					
Total Income from operations (right) 28569-27 24766-12 13255-74 53337-39 46460-47 731387. 2 [Expenses 3 Oser of Materials consumed 17045-30 14644-04 6553.87 31668-34 29717-65 59605-1 30 Purchase of incock-in-trade 3112-05 3776-07 304-51 7260-27 304-51		1						75136.0
2 Congression 3 Coast of Materials consumed 3 Profiled (Loss) from Profiled (Loss) from Profiled (Loss) from Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Columbia (Ass) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities after (F*8) 3 Ecopological latens (Ass) 3 Profiled (Loss) from Ordinary activities before tax (F*8) 3 Ecopological latens (Ass) 3 Ecopolo							1	0.02
a) Cost of Meterials consumed 17045.30 14844.04 8553.87 31689.34 29717.86 59605.1 D) Purchase of soci-in-trade 3122.00 3878.07 304.91 7728.027 304.91 305.91 1728.027 304.91 305.91 1728.027 304.91 305.95 (880.0 312	_		28569.27	24768.12	13255.74	53337.39	45486.47	75136.07
b) Purchase of stock-in-trade c) Charges in invartories of friended goods, work-in-progress and displayed and progress and displayed benefits expenses d) Empirication and arronication expenses d) Signify Replayed benefits expenses d) Signify Replayed benefits expenses d) Potential and arronication expenses d) Signify Replayed benefits expenses d) Potential and arronication expenses d) Potential and arronication expenses d) Potential and arronication expenses d) Signify Replayed Benefits d) Signify Replayed	•	1 -	17045 30	14644.04	8553.87	34680 34	00717.00	EDODE 4
Company in invantories of finished goods, work-in-progress and stock-in-basels. 143.20 2629.99 728.79 7373.13 801.55 (860.4 834.84 623.99 1442.6 1560.00 1660.00		i '		1				
Depreciation and amortisation expense 800,00 622.15 569.74 1282.15 1146.77 2320.0 7 7 7 7 7 7 7 7 7		c) Changes in inventories of finished goods, work-in-progress and						(890.40
e) Depreciation and amortisation expense f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign exchange fluctuations (other than considered as finance cost) f) Foreign (other fluctuation) f) Foreign (other		d) Employee benefits expense	443.02	389.46	266.94	832.48	623,93	1442.67
0) Other expenses		e) Depreciation and amortisation expense	630.00	622.15	569.74	1252.15		2325.06
3) Total expenses 30170.46 27976.20 11859.32 58146.96 45085.54 6869.12 3 Profit (Loss) from Characteristic Profit (Loss) from Characteristic Profit (Loss) from Ordinary activities after face costs and exceptional (1384.60) (2955.87) 4175.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 7728.4 1878.07 (4340.47) 987.74 4359.07 (1384.60) (1384.60) (2955.87) 4175.07 (4340.47) 987.74 4359.07 (1384.60) (13		f) Foreign exchange fluctuations (other than considered as finance cost)	2616.40	4644.63	0.00	7261.03	2266.18	776.85
3 Profit (Loss) from Operations before Other Income, finance costs & (1601.19) (3208.08) 1397.42 (4808.27) 420.95 6444.8		g) Other expenses	1380.34	1067.92	1436.07	2448.26	2702.52	5126.98
Exceptional larens (1-2) 468.80 566.81 1284.5 566.81 1	_		30170,46	27976.20	_	58146.66	45065.54	68691.21
5 Profit / (Loss) from ordinary activities before finance costs and exceptional (1384,60) (2955,87) 4175.07 (4340,47) 997,74 7728,4 fitters (344) (540,47) 997,74 7728,4 fitters (344) (540,47) 997,74 7728,4 fitters (344) (540,47) 997,74 7728,4 fitters (344) 997,74 7728,4 fitters (345) 997,74 997,		Exceptional Items (1-2)		, í				6444.86
Ramma (3-44)								
D) Net loss on forsign currency transaction and translation 563.26 452.94 0.00 1016.20 0.00 2811.17		items (3+4)	(1304.60)	(2935.61)	4175.07	(4340.47)	907.74	7728.40
7 Profit / (Loss) from ordinary activities after finance costs but before (3313,73) (4605.67) 3111.98 (7919.40) (1247.02) 579.2 Exceptional Items (5-6) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (1247.02) 579.2 (2009.02) (2		a) Interest and other borrowing costs	1365.87	1196.86	1063.09	2562.73	2234.76	4339.03
Exceptional Items (6-6)		b) Net loss on foreign currency transaction and translation	563.26	452.94	0.00	1016.20	0.00	2811.16
## Profit / (Loss) from Ordinary sctivities before tax (7+8) (3313.73) (4605.67) 3111.98 (7919.40) (1247.02) 579.2* Not Profit / (Loss) from Ordinary activities after Tax (9-10) (3378.95) (4408.58) 3099.23 (7785.53) (1311.73) 219.9* Extraordinary items (not of tax expense Rs Nill) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0	7		(3313.73)	(4605.67)	3111.98	(7919.40)	(1247.02)	579.21
10 Tax expenses	8	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
1 Not Profit / (Loss) from Ordinary activities after Tax (9-10) (3378.95) (4408.58) 3099.23 (7785.53) (1311.73) 219.94 2 Extraordinary itama (not of tax expense Rs.NI) 0.00 0.00 0.00 0.00 0.00 0.00 3 Net Profit / (Loss) for the period/ year (11-12) (3378.95) (4406.58) 3099.23 (7785.53) (1311.73) 219.94 4 Paid-up equity share capital 3840.00 3	9	Profit / (Loss) from Ordinary activities before tax (7+8)	(3313.73)	(4605.67)	3111.98	(7919.40)	(1247.02)	579.21
Extraordinary items (net of tax expense Rs.Nii)	10	Tax expense	65.22	(199.09)	12.75	(133.87)	64.71	359.27
3 Net Profit / (Loss) for the period/ year (11-12) (3378.95) (4406.58) 3099.23 (7785.53) (1311.73) 219.94 Paid-up equity share capital 3840.00 384	11	Not Profit / (Loss) from Ordinary activities after Tax (9-10)	(3378.95)	(4406.58)	3099.23	(7785.53)	(1311.73)	219.94
4 Paid-up equity share capital (Face value of the share Rs.10/- each) 3840.00	12	Extraordinary items (net of tax expense Rs.Nil)	0.00	0.00	0.00	0.00	0.00	0.00
Face value of the share Rs.10/- each	13	Net Profit / (Loss) for the period/ year (11-12)	(3378.95)	(4406.58)	3099.23	(7785.53)	(1311.73)	219.94
Description	14	, , , , , , , , , , , , , , , , , , ,	3840.00	3840.00	3840.00	3840.00	3840.00	3840.00
(not annualised) in Rs. (e) Basic (b) Diluted (c) County of Shares after extraordinary items of Rs.10/- each (not annualised) in Rs. (a) Basic (b) Diluted (c) County of Shares after extraordinary items of Rs.10/- each (not annualised) in Rs. (a) Basic (c) Diluted (c) Di	15						_	15327.37
(b) Diluted (8.80) (11.48) 8.08 (20.27) (3.50) 0.57 Earnings / (Loss) Per Share after extraordinary items of Rs.10/- each (not annualised) in Rs. (a) Basic (8.80) (11.48) 8.26 (20.27) (3.50) 0.59 (b) Diluted (8.80) (11.48) 8.26 (20.27) (3.50) 0.59 (b) Diluted (8.80) (11.48) 8.08 (20.27) (3.50) 0.59 Please see accompanying notes to the financial results (8.80) (11.48) 8.08 (20.27) (3.50) 0.57 Please see accompanying notes to the financial results (8.80) (11.48) 8.08 (20.27) (3.50) 0.57 Particultars of Shareholding:	ı	(not annualised) in Rs.						
(not annualised) in Rs. (a) Basic (8.80) (11.48) 8.26 (20.27) (3.50) 0.58 (b) Diluted (8.80) (11.48) 8.08 (20.27) (3.50) 0.57 Please see accompanying notes to the financial results ART II : Select information for the quarter / half year ended 30th September 2013 PARTICULARS OF SHAREHOLDING: Public Shareholding: Number of shares 22109910 22109910 22109910 22109910 22109910 22109910 22109910 Promoters and promoter group Shareholding: 3) Pledged / Encumbered : - Number of Shares - Percentage of shares (as a % of the total share capital of the Company) b) Non-encumbered: - Number of Shares (including share warrants) Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group) - Percentage of shares (as a % of the total shareholding of the promoter group)	- 1	•		, ,		٠ ،	, ,	0.69 0.57
(b) Diluted (6.80) (11.48) 8.08 (20.27) (3.50) 0.57 Please set accompanying notes to the financial results ART II: Select information for the quarter / half year ended 30th September 2013 PARTICULARS OF SHAREHOLDING: PARTICULARS OF SHAREHOLDING: Public Shareholding: Number of shares 22109910 22109910 22109910 22109910 22109910 22109910 22109910 22109910 percentage of shareholding: 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) Non-encumbered: Number of Shares (including share warrants) Percentage of shares (including share warrants) Percentage of shares (as a % of the total shareholding of promoter and promoter group) Percentage of shares (as a % of the total shareholding of promoter and promoter group) 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	- [(not annualised) in Rs.						
Please see accompanying notes to the financial results ART II : Select information for the quarter / helf year ended 30th September 2013 PARTICULARS OF SHAREHOLDING: 1 Public Shareholding: Number of shares 22109910					l I			0.59
PARTICULARS OF SHAREHOLDING: 1 Public Shareholding: - Number of shares 22109910 22109910 22109910 22109910 22109910 22109910 22109910 - percentage of shareholding 57.58	7	Please see accompanying notes to the financial results		· · · · · · · · · · · · · · · · · · ·	0.00	(20,21)	(0.50)	0.51
- Number of shares 22109910 22	ŀ	PARTICULARS OF SHAREHOLDING:	eptember 20	13				
- percentage of shareholding 57.58 5	Ί.	, · · · · · · · · · · · · · · · · · · ·	22109910	22109910	22109910	22109910	22100010	22100010
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) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - 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) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)	بل							57.58
- 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) - 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) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)	1	Promoters and promoter group Shareholding:						
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) Number of Shares (including share warrants) 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) Percentage of shares (as a % of the total share capital of the Company) Percentage of shares (as a % of the total share capital of the Company)								
- Percentage of shares (as a % of the total share capital of the Company) b) Non-encumbered: - Number of Shares (including share warrants) - 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) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)	-	- Percentage of shares (as a % of the total shareholding of						-
b) Non-encumbered: - Number of Shares (including share warrants) - 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) - Percentage of shares (as a % of the total share capital of the Company) - Total Company) - Total Company		- Percentage of shares (as a % of the total share capital of						
Percentage of shares (as a % of the total shareholding of promoter and promoter group) 100.00 100.0	ò) Non-encumbered:						
Promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) 40.40 100.00 100.00 100.00 100.00 100.00	\vdash	Number of Shares (including share warrants) Percentage of shares (as a % of the total shareholder of	16290090	16290090	16290090	16290090	16290090	16290090
the Company)	\perp	promoter and promoter group)	100.00	100.00	100.00	100,00	100.00	100.00
	5	the Company)	42.42	42,42	42.42			"-

 ,							
₿	INVESTOR COMPLAINTS:	Quarter ended	4				,,,
	Particulars Pending at the beginning of the quarter	30.09.2013	-{				
	Received during the quarter	3	7				
ļ	Disposed during the quarter	3	1				
匚	Remaining unresolved at the end of the quarter	1]				
SI	EGMENT REPORTING:	1	1				(Rs. In lakhs)
					Unifica		Previous
	DADTICUS ADS	·	Quarter ended		Hair yea	ar ended	year ended
	PARTICULARS	30.09,2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
<u></u>		(Unaudited)	(Unaudited)		(Unaudited)		(Audited)
-	1 Segment Revenue:					,	
1	(a) Plg Iron	8196.31	1	1		1	1
	(b) Metallurgical Coke with Co-generation Power	25068.87	1	1	[1	1
	Total	33265.18	1	L I	1 1	1	1
<u> </u>	Less: Inter /Intra Segment Revenue	4695.91					
<u>L</u>	Net Sales / Income from Operations	28569.27	24768.12	13255.74	53337.39	45486.47	75136.07
2	2 Segment Results (Profit / (Loss) before	1	1	j '	1 '	1	-
	Tax and interest:	(4449.26)	(4690.14)	(190.79)	(3008 40)	(1830.31)	(2572 12)
	(a) Pig Iron	(1418.26)	' '	1 ' '			(3573.12) 7589.43
	(b) Metallurgical Coke with Co-generation Power	(691.14) (2109.40)			(2527.73) (5626.13)		7589.43 4016.31
į	Total	867,02	684.17	698.48		1506.26	2912.97
	Less: (i) Interest (net) (ii) Other Un-allocable Expenditure (net)	337.31	404.77	115.67		220.56	1
\vdash	Total Profit / (Loss) before Tax	(3313.73)		3111.98	(7919,40)		579.21
H-7	Capital Employed	(0010.75)	(1000,0.7)		(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	1,44,144,144,144	7,7,5
-	(Segment assets - Segment liabilities)	'	f '	1 '	1 1	1 '	1
1	(a) Pig Iron	3107.07	541.82	10702.53	3107.07	10702.53	2445,57
ĺ	(b) Metallurgical Coke with Co-generation Power	9692.41	1				18294.13
	(c) Unallocated	509.51		1 1	1 1		•
	Total	13308.99		1	1 1		
ST	ATEMENT OF ASSETS AND LIABILITIES				1000000		(Rs. In lakhs)
<u> </u>						As at	
	Particulars					30.09.2013	31.03.2013
A	EQUITY AND LIABILITIES				1	[
	Shareholders' funds				,	1 '	1
,	(a) Share capital				1	3840.00	3840.00
	(b) Reserves and surplus				1	7541.85	
	Sub-total - Shareholders funds				,	11381.85	
2	Non-current liabilities				ļ		
-	(a) Long-term borrowings				,	24526.65	19150.18
	(b) Deferred tax liabilities (net)				ļ	1927.15	2061.02
	(c) Other long-term liabilities				ļ	881.54	842.99
	(d) Long-term provisions					212.16	179.30
	Sub-total - Non-current liabilities				,	27547.50	22233.49
,	Current liabilities				,		
_					J	44939.16	33992.73
	(a) Short-term borrowings				J	30173.71	21251.91
	(b) Trade payables				J	12865.94	8431.00
	(c) Other current liabilities				ļ	12005.94	101.50
	(d) Short-term provisions				. 1	88080.31	63777.14
	Sub-total - Current liabilities TOTAL - EQUITY AND LIABILITIES				1	127009.66	105178.00
					1		100
В	ASSETS				ļ	1 1	
1	Non-current assets				ļ	57570 87	50005 A1
	(a) Fixed Assets				ļ	57572.87	50005.41
	(b) Non-current investments				ļ	21.41	17.72
	(c) Long-term loans and advances				ļ	3138.97	1938.55
	(d) Other non-current assets				ļ	1064.02	906.64
	Sub-total - Non-current assets				j	61797.27	52868.32
2	Current Assets				`]		
	(a) inventories			•	J	18323.20	25471.81
	(b) Trade receivables				J	23966.70	13240.25
	(c) Cash and cash equivalents				ļ	16025.93	11149.92
	(d) Short-term loans and advances				ļ	4516.03	1986.96
	(e) other current assets				J	2380.53	460,74
	Sub-total - Current assets				1	65212.39	52309.68
	TOTAL - ASSETS				I	127009.66	105178.00
					-		



NOTES:

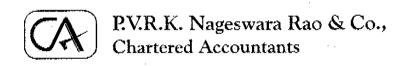
- Company's business consists of two Reportable segments viz., Pig Iron and Metallurgical Coke with Co-generation Power.
- The above financial results for the quarter / half year ended 30th September 2013 were reviewed by the Audit Committee and approved and taken on record at the
 meeting of the Board of Directors held on 12th November 2013
- The above financial results for the quarter / half year ended 30th September 2013 were subjected to 'Limited Review' by the statutory Auditors of the company.
- The proceeds from preferential issue of Rs.3000 Lakhs made on 15.03.2011 were fully utilised for the purposes for which the issue has been made.
- 5 The loss during the half year was mainly due to foreign exchange losses.
- 6 The capital work on integrated project at Haresamudram Village, Bommanahal Mandal, Anantapur District, Andhra Pradesh is in progress.
- The figures have been regrouped / rearranged wherever necessary so as to conform to the quarter / half year ended results.

For and on behalf of Board of Directors SATHAVAHANA ISPAT LIMITED

(NARESH KUMAR A)

MANAGING DIRECTOR

Place: Hyderabad, Date :12,11,2013



LIMITED REVIEW REPORT

TO THE BOARD OF DIRECTORS OF SATHAVAHANA ISPAT LIMITED

We have reviewed the accompanying statement of unaudited financial results of SATHAVAHANA ISPAT LIMITED for the period ended 30th September, 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 Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable accounting standards notified pursuant to the companies (Accounting Standard) Rules, 2006 as per section 211(3C) of the Companies Act, 1956 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

HYDERABAD 12.11.2013

N. Lulas N. ANKA RAO Partner

Membership Number: 23939