



# S.A.L. STEEL LIMITED

Registered Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380 006.  
Corporate Office : Block No. 2221/2222, Shah Industrial Esatate, Sola-Kalol Road, Santej, Ta. Kalol. 382 043

**Unaudited Financial Result For The Quarter Ended on 30th September 2010**

Particulars	Rs in Lacs				
	Quarter Ended on		Half Year Ended		Year Ended
	30.09.2010 Unaudited	30.09.2009 Unaudited	30.09.2010 Unaudited	30.09.2009 Unaudited	31.03.2010 Audited
<b>1 a) Income From Operations</b>					
Gross Sales	8,388.61	5,399.10	17936.83	14535.86	31535.54
Less : Excise Duty	<u>398.59</u>	<u>333.52</u>	<u>1027.10</u>	<u>650.73</u>	<u>1687.30</u>
Net Sales / Income From Operations	7,990.02	5,065.58	16,909.73	13,885.13	29,848.24
<b>b) Other Operating Income</b>	<u>9.85</u>	<u>27.06</u>	<u>30.79</u>	<u>61.92</u>	<u>527.10</u>
<b>Total Income (a+b)</b>	<b>7,999.87</b>	<b>5,092.64</b>	<b>16,940.52</b>	<b>13947.05</b>	<b>30375.34</b>
<b>2 Expenditure</b>					
a) (Increase) / Decrease in Stock In Trade	871.77	(561.53)	878.37	257.10	623.89
b) Consumption of Raw Materials	4,650.55	3,654.97	10,857.74	8,484.28	16,783.90
c) Purchase of Trading Goods	0.00	0.00	0.00	0.00	947.85
c) Staff cost	179.92	203.99	389.97	390.34	814.53
d) Depreciation	479.82	483.39	947.42	960.81	1,960.27
e) Power Expenditure (including cost of Power Generation)	639.05	1,081.54	1,353.21	2,095.89	4,120.43
f) Other Expenditure	546.22	415.47	1,122.42	1,337.20	2,311.83
<b>Total Expenditure (a to f)</b>	<b>7,367.33</b>	<b>5,277.83</b>	<b>15,549.13</b>	<b>13,525.62</b>	<b>27,562.70</b>
<b>3 Profit from operations before other income, interest and exceptional item (1-2)</b>	632.53	(185.19)	1,391.38	421.43	2,812.64
<b>4 Other Income / (Loss)</b>	23.17	0.00	0.00	0.00	47.03
<b>5 Profit before interest &amp; exceptional items (3+4)</b>	<b>655.70</b>	<b>(185.19)</b>	<b>1,391.38</b>	<b>421.43</b>	<b>2,859.67</b>
<b>6 Interest &amp; Financial Charges</b>	<u>529.11</u>	<u>648.81</u>	<u>1,188.42</u>	<u>1,260.50</u>	<u>2,687.72</u>
<b>7 Profit after interest but before exceptional items (5-6)</b>	<b>126.59</b>	<b>(834.00)</b>	<b>202.96</b>	<b>(839.07)</b>	<b>171.95</b>
<b>8 Exceptional Items</b>	0.00	0.00	0.00	0.00	0.00
<b>9 Profit / (Loss) from ordinary activities before tax (7 + 8)</b>	<b>126.59</b>	<b>(834.00)</b>	<b>202.96</b>	<b>(839.07)</b>	<b>171.95</b>
<b>10 Tax Expense</b>					
a) Current Tax	26.02	0.00	34.77	0.00	20.34
b) Deferred Tax	<u>15.00</u>	<u>(129.77)</u>	<u>45.50</u>	<u>(129.06)</u>	<u>68.80</u>
c) Total	<u>41.02</u>	<u>(129.77)</u>	<u>80.27</u>	<u>(129.06)</u>	<u>89.14</u>
<b>11 Net Profit / (Loss) from ordinary activities after tax (9 - 10)</b>	<b>85.58</b>	<b>(704.23)</b>	<b>122.70</b>	<b>(710.01)</b>	<b>82.81</b>
<b>12 Extraordinary Items</b>	(6.57)	0.00	(6.57)	0.00	0.00
<b>13 Net Profit / (Loss) for the period (11 - 12)</b>	<b>92.15</b>	<b>(704.23)</b>	<b>129.27</b>	<b>(710.01)</b>	<b>82.81</b>
<b>14 Paid-Up Equity Share Capital of Rs. 10 Each</b>	8,496.67	8,496.67	8,496.67	8,496.67	8,496.67
<b>15 Reserves Excluding Revaluation Reserve as per Balance sheet of Previous accounting year</b>	0.00	0.00	0.00	0.00	4,040.95
<b>16 Basic EPS (Rs.) before extraordinary items</b>	0.11	(0.83)	0.15	(0.84)	0.10
Diluted EPS (Rs.) before extraordinary items	0.11	(0.83)	0.15	(0.84)	0.10
Basic EPS (Rs.) after extraordinary items	0.11	(0.83)	0.15	(0.84)	0.10
Diluted EPS (Rs.) after extraordinary items	0.11	(0.83)	0.15	(0.84)	0.10
<b>17 Public Share Holding</b>					
Number of Shares	42,006,811	42006811	42006811	42006811	42006811
% of Shareholding	49.44%	49.44%	49.44%	49.44%	49.44%
<b>18 Promoters and promoter group shareholding</b>					
<b>a. Pledge/Encumbered</b>					
-number of shares	42959889	32202900	42959889	32202900	32202900
-percentage of shares (as a% of total shareholding of promoter and promoter group)	100.00%	74.96%	100.00%	74.96%	74.96%
-percentage of shares (as a% of total share capital of the company)	50.56%	37.90%	50.56%	37.90%	37.90%
<b>b. Non encumbered</b>					
-number of shares	0	10756989	0	10756989	10756989
-percentage of shares (as a% of total shareholding of promoter and promoter group)	0.00%	25.04%	0.00%	25.04%	25.04%
-percentage of shares (as a% of total share capital of the company)	0.00%	12.66%	0.00%	12.66%	12.66%

**Notes :**

- (1) The above unaudited financial results were reviewed by the Audit Committee in its meeting held on 30.10.2010 and have been taken on record by the Board of Directors in their meeting held on 30.10.2010 and are subject to limited review by the statutory auditors of the company.
- (2) Investors Complaint pending at the beginning of the Quarter – Nil, received during the quarter – Nil, resolved during the quarter – Nil, pending at the end of quarter – Nil
- (3) The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Accounting Standard -17, Segment Reporting issued by The Institute of Chartered Accountants of India. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, therefore, management has not made disclosure of Primary Reportable segment as per Accounting Standard -17. Further, the Company has its business within the geographical territory of India Therefore; Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- (4) Figures have been regrouped wherever necessary.

- (5) **Statement of Assets & Liabilities for the half year ended on 30th September 2010**  
**Pursuant to Clause 41 I (ea) of the Listing Agreement and Annexure IX**

Particular	Rs. in Lacs	
	6 Months ended on 30.09.2010	Corresponding 6 months ended on 30.09.2009
	Unaudited	Unaudited
<b>SHAREHOLDERS' FUNDS:</b>		
(a) Capital	8,496.67	8,496.67
(b) Reserves and Surplus	4,170.22	3,248.13
<b>LOAN FUNDS</b>	24,824.09	21,961.22
<b>DEFERRED TAX</b>	898.25	654.89
<b>TOTAL</b>	<b>38,389.23</b>	<b>34,360.91</b>
<b>FIXED ASSETS</b>	32,548.19	32,764.80
<b>INVESTMENTS</b>	0.00	0.00
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>		
(a) Inventories	5,084.44	5,995.99
(b) Sundry Debtors	4,414.61	5,962.55
(c) Cash and Bank Balances	674.51	931.36
(d) Loans & Advances and Other Current Assets	4,222.60	2,777.71
	14,396.16	15,667.62
Less Current Liabilities and Provision		
(a) Liabilities	8,491.23	14,045.78
(b) Provisions	66.34	129.94
	8,557.57	14,175.72
<b>Net Current Assets</b>	5,838.59	1,491.90
<b>MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)</b>	2.45	104.21
<b>TOTAL</b>	<b>38,389.23</b>	<b>34,360.91</b>

Place : Santej  
Date : 30.10.2010

For S.A.L. Steel Ltd.,

Rajendra V. Shah  
CHAIRMAN