



# KALYANI STEELS LIMITED

Regd. Office : Mundhwa, Pune - 411 036

KALYANI STEELS

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2011

(₹ in Lacs)

| Sr. No. | Particulars  | Year Ended                          |                                     |
|---------|--|-------------------------------------|-------------------------------------|
|         |  | Year Ended 31st March, 2011 Audited | Year Ended 31st March, 2010 Audited |
| 1.      | Sales and Income from Operations   | 144,399.23                          | 117,542.19                          |
|         | Less : Excise Duty   | 20,769.78                           | 13,212.35                           |
|         | a) Net Sales / Income from Operations  | 123,629.45                          | 104,329.84                          |
|         | b) Other Operating Income  | 52.73                               | 74.37                               |
|         | Total Income   | 123,682.18                          | 104,404.21                          |
| 2.      | Total Expenditure  |                                     |                                     |
|         | a) (Increase) / Decrease in stock in trade   | (2,276.84)                          | 485.35                              |
|         | b) Consumption of Raw Materials  | 69,144.12                           | 50,920.94                           |
|         | c) Conversion Cost   | 12,752.01                           | 10,203.01                           |
|         | d) Purchase of traded goods  | 24,261.75                           | 24,299.33                           |
|         | e) Employees Cost  | 2,983.68                            | 2,059.52                            |
|         | f) Depreciation  | 2,947.62                            | 3,113.86                            |
|         | g) Other Expenses  | 6,778.08                            | 6,624.60                            |
|         | Total Expenditure  | 116,590.42                          | 97,706.61                           |
| 3.      | Profit from Operations before Other Income, Interest & Exceptional Items                             | 7,091.76                            | 6,697.60                            |
| 4.      | Other Income   | 1,575.97                            | 887.33                              |
| 5.      | Profit before Interest & Exceptional Items   | 8,667.73                            | 7,584.93                            |
| 6.      | Interest   | 1,809.02                            | 2,637.99                            |
| 7.      | Profit / (Loss) after Interest but before Exceptional Items  | 6,858.71                            | 4,946.94                            |
| 8.      | Exceptional Items  | —                                   | 63.42                               |
| 9.      | Profit / ( Loss ) from Ordinary Activities before tax  | 6,858.71                            | 5,010.36                            |
| 10.     | Tax Expenses   | 1,628.96                            | 682.78                              |
| 11.     | Net Profit / (Loss) from Ordinary Activity after tax   | 5,229.75                            | 4,327.58                            |
| 12.     | Prior Period adjustments   | 240.64                              | 5.59                                |
| 13.     | Net Profit / (Loss) after Prior Period adjustments   | 5,470.39                            | 4,333.17                            |
| 14.     | Paid-up Equity Share Capital (excluding amount received on Forfeited Shares) (Face Value ₹ 5/- each) | 2,182.65                            | 2,182.65                            |
| 15.     | Paid up Debt Capital of the Company *  | 9,500.00                            | 9,500.00                            |
| 16.     | Reserves excluding revaluation reserves  | 29,956.36                           | 25,500.67                           |
| 17.     | Debenture Redemption Reserve   | 1,560.00                            | 765.00                              |
| 18.     | Earnings Per Share : ( in ₹ )  |                                     |                                     |
|         | Basic and diluted (not annulised)  | 12.53                               | 9.93                                |
| 19.     | Debt Equity Ratio **   | 0.65                                | 0.68                                |
| 20.     | Debt Service Coverage Ratio ***  | 1.96                                | 1.88                                |
| 21.     | Interest Service Coverage Ratio ****   | 6.42                                | 4.08                                |
| 22.     | Public Shareholding  |                                     |                                     |
|         | - Number of Shares   | 17,526,704                          | 17,526,704                          |
|         | - Percentage of Shareholding   | 40.15%                              | 40.15%                              |
| 23.     | 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   | 26,126,356                          | 26,126,356                          |
|         | - Percentage of Shares ( as a % of the Total Shareholding of Promoter and Promoter Group)            | 100.00%                             | 100.00%                             |
|         | - Percentage of Shares ( as a % of the Total Share Capital of the Company)                           | 59.85%                              | 59.85%                              |

## SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED BASED ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2011

(₹ in Lacs)

| Sr. No. | Particulars   | Year Ended                  |                             |
|---------|---|-----------------------------|-----------------------------|
|         |   | Year ended 31st March, 2011 | Year ended 31st March, 2010 |
| 1.      | Segment Revenue   |                             |                             |
|         | a) Steel and Rolled Products                              | 122,552.25                  | 104,451.83                  |
|         | b) Power Generation                                       | 2,536.64                    | 2,189.40                    |
|         | Net Sales / Income from Operations                        | 125,088.89                  | 106,641.23                  |
| 2.      | Segment Results   |                             |                             |
|         | Profit / (Loss) (before tax from each segment)            |                             |                             |
|         | a) Steel and Rolled Products                              | 7,036.62                    | 7,211.41                    |
|         | b) Power Generation                                       | 1,719.66                    | 1,366.45                    |
|         |   | 8,756.28                    | 8,577.86                    |
|         | Less :  |                             |                             |
|         | Interest  | 1,809.02                    | 2,637.99                    |
|         | Other un-allocable expenditure net of un-allocable income | 88.55                       | 929.51                      |
|         | Profit / (Loss ) before Tax                               | 6,858.71                    | 5,010.36                    |
| 3.      | Capital Employed  |                             |                             |
|         | a) Steel and Rolled Products                              | 56,548.87                   | 49,538.01                   |
|         | b) Power Generation                                       | 2,277.82                    | 2,423.49                    |
|         | c) Unallocable assets less liabilities                    | (494.12)                    | 744.06                      |
|         | Total   | 58,332.57                   | 52,705.56                   |

### Notes :

1 Disclosure of Assets and Liabilities as per Clause 41 (1) (ea) of the Listing Agreement for the year ended on 31st March, 2011

(₹ in Lacs)

| Particulars   | Year Ended         |                    |
|---|--------------------|--------------------|
|   | 31-03-2011 Audited | 31-03-2010 Audited |
| Shareholders' Funds :   |                    |                    |
| (a) Capital   | 2,186.44           | 2,186.44           |
| (b) Reserves and Surplus  | 29,956.36          | 25,500.67          |
|   | 32,142.80          | 27,687.11          |
| Loan Funds  | 22,547.10          | 20,803.30          |
| Deferred Tax Adjustment (Net)   | 3,642.67           | 4,215.15           |
| Total   | 58,332.57          | 52,705.56          |
| Fixed Assets  | 22,709.09          | 23,752.52          |
| Investments   | 8,325.00           | 8,925.00           |
| Current Assets, Loans and Advances                                    |                    |                    |
| (a) Inventories   | 13,523.93          | 12,385.73          |
| (b) Sundry Debtors  | 24,652.64          | 22,766.20          |
| (c) Cash and Bank balances  | 1,762.33           | 1,428.34           |
| (d) Other Current Assets  | 308.73             | 324.39             |
| (e) Loans and Advances  | 12,039.84          | 12,470.12          |
|   | 52,287.47          | 49,374.78          |
| Less: Current Liabilities and Provisions                              |                    |                    |
| (a) Liabilities   | 20,669.24          | 25,271.86          |
| (b) Provisions  | 4,319.75           | 4,074.88           |
|   | 24,988.99          | 29,346.74          |
| Net Current Assets  | 27,298.48          | 20,028.04          |
| Miscellaneous Expenditure (to the extent not written off or adjusted) | —                  | —                  |
| Profit & Loss Account   | —                  | —                  |
| Total   | 58,332.57          | 52,705.56          |

2 Directors recommend a Dividend of ₹ 2/- per Equity Share (40%), subject to approval of the shareholders.

3 Sales for the year ended includes goods traded in aggregating ₹ 25,109.47 lacs (Previous Year ₹ 25,411,33 lacs).

4 During the quarter, one investor complaint was received and redressed. There were no investor complaints pending for redressal as at the commencement and end of the quarter.

5 The above results were reviewed by the Audit Committee, approved by the Board of Directors of the Company at its meeting held on 25th May, 2011.

\* Paid up Debt Capital represents Non Convertible Debentures

\*\* Debt to Equity : Net Debt / Net Worth  
(Net Debt : Secured Loan + Unsecured Loan - Cash & Bank - Current Investments)  
( Net Worth : Equity Share Capital + Reserves & Surplus - Miscellaneous Expenditure to the extent not written off or adjusted )

\*\*\* Debt Service Coverage Ratio : EBDIT / (Finance Charges + Principal Repayment during the year)  
(EBDIT : Profit before Taxes + Finance Charges + Depreciation)

\*\*\*\* Interest Service Coverage Ratio : EBDIT / Finance Charges

For KALYANI STEELS LIMITED

Date : 25th May, 2011  
Place : Pune

R.K. Goyal  
Managing Director