

# SARDA ENERGY & MINERALS LIMITED

Regd. Office: 73A, Central Avenue, Nagpur - 440 018

## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>TH</sup> SEPTEMBER, 2008

(Rs. in lakhs)

| Particulars  | Quarter ended   |                 | Half year ended  |                 | Year ended       |
|--|-----------------|-----------------|------------------|-----------------|------------------|
|  | 30.09.2008      | 30.09.2007      | 30.09.2008       | 30.09.2007      | 31.03.2008       |
|  | Unaudited       |                 | Unaudited        |                 | Audited          |
| 1 Net Sales / Income from Operations               | 34,374.40       | 13,327.53       | 60,034.54        | 24,589.38       | 62,481.75        |
| 2 Other Income                                     | 499.79          | 291.87          | 524.13           | 379.60          | 496.32           |
| 3 Total Income (1 + 2)                             | 34,874.19       | 13,619.40       | 60,558.67        | 24,968.98       | 62,978.07        |
| 4 Expenditure                                      |                 |                 |                  |                 |                  |
| (a) (Increase) / decrease in stock-in-trade        | 238.52          | (384.49)        | (1,551.48)       | (320.85)        | (2,275.58)       |
| (b) Consumption of raw materials                   | 17,471.71       | 8,828.32        | 30,868.86        | 15,725.72       | 37,347.56        |
| (c) Cost of Traded Goods sold                      | 3,383.76        | 80.80           | 5,177.13         | 348.00          | 3,345.75         |
| (d) Employees cost                                 | 401.64          | 253.27          | 767.42           | 493.52          | 1,127.06         |
| (e) Power  | 214.10          | 110.09          | 376.38           | 202.02          | 376.06           |
| (f) Depreciation                                   | 663.98          | 533.25          | 1,219.42         | 1,078.31        | 2,213.83         |
| (g) Other expenditure                              | 4,460.33        | 1,229.20        | 6,408.66         | 2,401.46        | 5,714.48         |
| (h) Total Expenditure                              | 26,834.04       | 10,650.44       | 43,266.39        | 19,928.18       | 47,849.16        |
| 5 Interest & Forex fluctuation                     | 2,227.78        | 283.14          | 3,112.19         | 429.20          | 1,210.55         |
| 6 Profit from Ordinary activities before tax       | 5,812.37        | 2,685.82        | 14,180.09        | 4,611.60        | 13,918.36        |
| 7 Tax Expense (including deferred)                 | 1,148.09        | 279.20          | 2,651.92         | 530.49          | 1,775.46         |
| 8 Net Profit                                       | <b>4,664.28</b> | <b>2,406.62</b> | <b>11,528.17</b> | <b>4,081.11</b> | <b>12,142.90</b> |
| 9 Paid-up equity share capital (Rs.10/- per share) | 3,404.51        | 3,404.51        | 3,404.51         | 3,404.51        | 3,404.51         |
| 10 Reserves excluding revaluation reserves         |                 |                 |                  |                 | 36,748.99        |
| 11 EPS for the period (Rs.)                        |                 |                 |                  |                 |                  |
| Basic EPS  | 13.70           | 7.77            | 33.86            | 13.17           | 37.34            |
| Diluted EPS  | 13.60           | 7.75            | 33.60            | 13.13           | 37.15            |
| 12 Public Shareholding                             |                 |                 |                  |                 |                  |
| - No. of Shares                                    | 10550096        | 10550096        | 10550096         | 10550096        | 10550096         |
| - Percentage of Shareholding                       | 30.99           | 30.99           | 30.99            | 30.99           | 30.99            |

## UNAUDITED SEGMENTWISE RESULTS

|   |            |           |            |           |            |
|---|------------|-----------|------------|-----------|------------|
| 1 Segment Revenue (net of sale / income)  |            |           |            |           |            |
| a) Steel  | 14,989.85  | 6,487.84  | 25,064.38  | 13,916.38 | 31,769.64  |
| b) Ferro Alloys   | 19,981.02  | 7,061.61  | 35,755.52  | 11,004.64 | 31,932.17  |
| c) Others / Unallocated   | 29.68      | 364.36    | 132.78     | 515.40    | 822.86     |
| Total   | 35,000.55  | 13,913.81 | 60,952.68  | 25,436.42 | 64,524.67  |
| Less: Inter Segment Revenue   | 126.36     | 294.41    | 394.01     | 467.44    | 1,546.59   |
| Net Sales/Income from operations  | 34,874.19  | 13,619.40 | 60,558.67  | 24,968.98 | 62,978.07  |
| 2 Segment Results<br>(Profit/(Loss) before tax and interest)  |            |           |            |           |            |
| a) Steel  | 4,276.86   | 580.58    | 7,082.85   | 1,748.77  | 5,125.56   |
| b) Ferro Alloys   | 5,788.14   | 2,497.32  | 13,015.36  | 3,607.61  | 11,047.96  |
| c) Others / Unallocated   | 52.46      | (22.11)   | 132.78     | (32.19)   | 157.20     |
| Total   | 10,117.47  | 3,055.79  | 20,231.00  | 5,324.19  | 16,330.72  |
| Less: i) Interest   | 2,227.78   | 283.14    | 3,112.19   | 429.20    | 1,210.55   |
| ii) Other unallocable expenditure net off unallocable income  | 2,077.32   | 86.83     | 2,938.72   | 283.39    | 1,201.81   |
| Total Profit before tax   | 5,812.37   | 2,685.82  | 14,180.09  | 4,611.60  | 13,918.36  |
| 3 Capital Employed<br>(Segment Assets - Segment Liabilities)<br>(Based on estimates in terms of available data) |            |           |            |           |            |
| a) Steel  | 35,058.17  | 26,383.88 | 35,058.17  | 26,383.88 | 31,571.66  |
| b) Ferro Alloys   | 21,180.20  | 7,649.32  | 21,180.20  | 7,649.32  | 10,915.93  |
| c) Other / Unallocable  | (4,506.70) | 20,801.49 | (4,506.70) | 20,801.49 | (2,284.09) |
| TOTAL   | 51,731.67  | 54,834.69 | 51,731.67  | 54,834.69 | 40,203.50  |

### NOTES :-

- The above results are subject to Limited Review by the statutory auditor of the Company.
- For the half-year the Company has recognised a net loss of Rs.2130.18 Lacs as a result of changes in foreign exchange rates ascertained as per AS-11. The same is included in Interest & Forex fluctuation. This loss includes an unrealized notional loss of Rs.1505.82 Lacs (Rs 920.83 Lacs for the quarter) on term-loans availed in foreign currency ascertained as per AS-16. The loans are repayable between 1st January, 2011 to 1st January, 2015.
- Other expenditure for the quarter also includes Rs766.87 Lacs provided towards electricity duty (including Rs.617.66 Lacs for earlier years & Rs.77.13 Lacs for the quarter ended 30th June 2008) demanded by the State Govt. which has been claimed by the Company as exempt as per prevailing Industrial Policy of the State Govt. The interest payable on the duty amount is included in the interest cost.
- The Company has made a provision of Rs.776.63 Lacs for onerous contracts as per AS-29
- The above results are also available on the Company's website - [www.sem1.co.in](http://www.sem1.co.in)
- Investor complaints pending at the beginning of the quarter - NIL, received during the quarter -25; resolved during the quarter - 25; and pending at the end of the quarter - NIL.

Place : RAIPUR  
Date : 31.10.2008

ON BEHALF OF BOARD OF DIRECTORS

**KAMAL SARDA**  
CHAIRMAN & MANAGING DIRECTOR