

SARDA ENERGY & MINERALS LIMITED

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

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2008

(Rs. in lakhs)

Particulars	Quarter ended		Nine months ended		Year ended
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
	Unaudited		Unaudited		Audited
1 Net Sales / Income from Operations	21,740.46	16,328.38	81,775.00	40,917.75	62,481.75
2 Other Income	119.62	88.80	643.75	468.40	496.32
3 Total Income (1 + 2)	21,860.08	16,417.18	82,418.75	41,386.15	62,978.07
4 Expenditure					
(a) (Increase) / decrease in stock-in-trade	(737.60)	(821.44)	(2,289.08)	(1,142.29)	(2,275.58)
(b) Consumption of raw materials	11,531.88	8,745.71	42,400.74	24,471.43	37,347.56
(c) Cost of Traded Goods sold	6,152.46	822.46	11,329.59	1,170.46	3,345.75
(d) Employees cost	451.03	348.90	1,218.45	842.42	1,127.06
(e) Power	54.07	78.43	430.45	280.45	376.06
(f) Depreciation	634.87	568.41	1,854.29	1,646.72	2,213.83
(g) Other expenditure	1,823.98	1,810.49	7,465.77	4,211.95	5,714.48
(h) Total Expenditure	19,910.68	11,552.95	62,410.20	31,481.13	47,849.16
5 Interest & Forex fluctuation	1,236.71	298.57	4,202.59	727.77	1,210.55
6 Exceptional items	127.77	-	1,040.95	-	-
7 Profit from Ordinary activities before tax	584.92	4,565.66	14,765.01	9,177.25	13,918.36
8 Tax Expense (including deferred)	(144.92)	891.04	2,507.00	1,421.53	1,775.46
9 Net Profit from Ordinary activities after tax	729.84	3,674.63	12,258.01	7,755.73	12,142.90
10 Paid-up equity share capital (Rs.10/- per share)	3,404.51	3,404.51	3,404.51	3,404.51	3,404.51
11 Reserves excluding revaluation reserves					36,748.99
12 EPS for the period (Rs.)					
Basic EPS	2.14	11.06	36.01	24.23	37.34
Diluted EPS	2.13	10.99	35.73	24.12	37.15
13 Public Shareholding					
- No. of Shares	10504930	10550096	10504930	10550096	10550096
- Percentage of Shareholding	30.86	30.99	30.86	30.99	30.99

UNAUDITED SEGMENTWISE RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2008

1 Segment Revenue (net of sale / income)					
a) Steel	9,002.26	6,981.60	34,066.64	20,897.98	31,769.64
b) Ferro Alloys	12,344.18	9,245.37	48,099.70	20,250.01	31,932.17
c) Others / Unallocated	721.48	210.73	854.26	726.13	822.86
Total	22,067.92	16,437.70	83,020.60	41,874.12	64,524.67
Less: Inter Segment Revenue	207.84	20.52	601.85	487.97	1,546.59
Net Sales/Income from operations	21,860.08	16,417.18	82,418.75	41,386.15	62,978.07
2 Segment Results (Profit/(Loss) before tax and interest)					
a) Steel	2,079.07	1,516.32	9,161.92	3,265.09	5,125.56
b) Ferro Alloys	625.90	3,671.78	13,641.26	7,279.39	11,047.96
c) Others / Unallocated	721.48	(3.84)	854.26	(36.03)	157.20
Total	3,426.45	5,184.26	23,657.44	10,508.45	16,330.72
Less: i) Interest & forex fluctuation	1,236.71	298.57	4,202.59	727.77	1,210.55
ii) Other unallocable expenditure net off unallocable income	1,604.81	320.03	4,689.83	603.43	1,201.81
Total Profit before tax	584.92	4,565.66	14,765.01	9,177.25	13,918.36
3 Capital Employed (Segment Assets - Segment Liabilities) (Based on estimates in terms of available data)					
a) Steel	46,248.43	29,683.28	46,248.43	29,683.28	31,571.66
b) Ferro Alloys	47,179.26	7,645.00	47,179.26	7,645.00	10,915.93
c) Other / Unallocable	(40,966.17)	19,331.92	(40,966.17)	19,331.92	(2,284.09)
TOTAL	52,461.51	56,660.20	52,461.51	56,660.20	40,203.50

NOTES :-

- The above results are subject to Limited Review by the statutory auditor of the Company.
- Foreign Exchange fluctuation loss of Rs.1388 lakhs (Rs. 3519 lakhs for 9 months) includes **mark to market** losses of Rs.1316 lakhs (Rs. 3367 lakhs for 9 months) on forward contracts and External commercial borrowings (ECB) ascertained as per AS 11 and AS 16. ECB is repayable between January 2011 to January 2015.
- During the quarter the company has provided **mark to market** loss of Rs. 87.04 lakhs towards demerit in the value of investments in securities.
- Exceptional item is towards provision of electricity duty (inclusive of interest cost) demanded by the State Govt., which has been claimed by the Company as exempt as per prevailing Industrial Policy of the State Govt. The amount for nine months (Rs. 1041 lacs) is inclusive of provision in respect of earlier years amounting to Rs.780 Lacs.
- The income tax department has raised a demand of Rs. 2233.60 lakhs (including interest of Rs.713.37 lakhs) by reopening the assessments of erstwhile Chhattisgarh Electricity Company Ltd. (merged with the company) for financial year 2002-03 to 2004-05 on the issue of transfer pricing of power. The company has challenged the reopening. In addition, similar cases have already been decided in favor of assesseees at higher forums. Hence no provision made for the liability.
- In view of the sluggish market, the company is operating manufacturing facilities at lower capacity and from December '08, the company has started selling surplus captive power in the open market
- The above results are also available on the Company's website - www.seml.co.in
- Investor complaints pending at the beginning of the quarter - NIL, received during the quarter - 15; resolved during the quarter - 15; and pending at the end of the quarter - NIL.

Place : RAIPUR
Date : 28.01.2009

ON BEHALF OF BOARD OF DIRECTORS

KAMAL SARDA
CHAIRMAN & MANAGING DIRECTOR