


**ISPAT INDUSTRIES LIMITED**

Regd. Office : Park Plaza, 71, Park Street, Kolkata - 700 016

**UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 31ST DECEMBER, 2006**

(Rs. Crores)

SI No.	Particulars	Quarter ended 31st Dec		Nine Months ended 31st Dec		Year Ended 31st March
		2006	2005	2006	2005	2006
		Unaudited		Unaudited	Audited	Audited
1	Sales/Income from Operations	2033.93	1423.40	6012.19	4120.97	5567.83
	Less : Excise Duty	206.58	159.29	630.88	454.44	621.28
		1827.35	1264.11	5381.31	3666.53	4946.55
2	Other Income	37.91	12.54	58.11	41.67	51.99
3	<b>Total Income (1+2)</b>	<b>1865.26</b>	<b>1276.65</b>	<b>5439.42</b>	<b>3708.20</b>	<b>4998.54</b>
4	Total Expenditure					
	a) (Increase)/Decrease in Stock in Trade	(85.06)	(35.91)	(56.50)	(73.23)	(85.72)
	b) Materials Consumed	944.28	720.84	2623.14	2250.43	2910.12
	c) Power & Fuel Cost	355.27	248.32	984.85	622.61	849.86
	d) Personnel Cost	42.36	34.64	119.50	97.02	131.55
	e) Other Expenditure	227.42	215.26	691.79	632.15	861.32
	<b>Total Expenditure (4a to 4e)</b>	<b>1484.27</b>	<b>1183.15</b>	<b>4362.78</b>	<b>3528.98</b>	<b>4667.13</b>
5	<b>Profit before Interest &amp; Finance Charges and Depreciation (3-4)</b>	<b>380.99</b>	<b>93.50</b>	<b>1076.64</b>	<b>179.22</b>	<b>331.41</b>
6	Interest & Finance Charges	195.12	259.13	742.00	722.33	956.83
7	Depreciation	157.05	145.37	465.31	428.30	571.43
8	<b>Profit/(Loss) before Tax (5-6-7)</b>	<b>28.82</b>	<b>(311.00)</b>	<b>(130.67)</b>	<b>(971.41)</b>	<b>(1196.85)</b>
9	Provision for Taxation (Net)					
	- Current	-	(0.02)	-	(0.02)	(0.03)
	- Deferred Tax (Charge)/Credit	(10.40)	95.20	41.14	315.42	388.67
	- Fringe Benefit Tax	(0.90)	(1.21)	(2.12)	(3.52)	(4.46)
10	<b>Net Profit/(Loss) (8-9)</b>	<b>17.52</b>	<b>(217.03)</b>	<b>(91.65)</b>	<b>(659.53)</b>	<b>(812.67)</b>
11	Paid-Up Equity Share Capital (Equity Share of Rs.10/- each)	1218.40	1218.38	1218.40	1218.38	1218.38
12	Reserves excluding Revaluation Reserve					531.13
13	<b>Earning Per Share</b>					
	Basic and Diluted (Rs)	(0.02)	(2.13)	(1.22)	(6.59)	(7.93)
	(Not Annualised)					
14	Aggregate of Public shareholding					
	- Number of shares	604120150	592520150	604120150	592520150	592520150
	- Percentage of shareholding	49.42	48.47	49.42	48.47	48.47

**Notes:**

- Interest & Finance Charges include foreign exchange variation on term loans, which were hitherto being included in other expenditure upto the year ended 31st March 2006. The comparative figures of foreign exchange variations on loans for the quarter and nine months ended 31st December 2005 and year ended 31st March 2006, to make them comparable, have also been regrouped accordingly.
- The Auditors in their report on the Company's Accounts for the year ended 31st March 2006 had expressed their inability to express any opinion on the accounting of Deferred Tax Asset of Rs.628.30 crores. However, based on the future profitability projections, the Company is virtually certain that there would be sufficient taxable income in the future, to claim the above tax credit.
- The company has identified Iron & Steel products as its sole operating segment and hence, no further disclosure is required under Accounting Standard 17.
- Previous period figures have been re-grouped / re-arranged wherever necessary.
- Basic and Diluted EPS as stated in Serial No. 13 above, have been computed after considering the impact of proportionate arrear dividends on cumulative redeemable preference shares on the profit / loss for the respective periods in terms of Accounting Standard 20.
- At the beginning of the December 2006 quarter, there were no complaints from investors pending for disposal. During the quarter, 166 complaints were received and 166 complaints were disposed off. At the end of the quarter, no complaints from investors were pending for disposal.
- The financial results for the quarter ended 31st December 2006 have been subjected to a Limited Review by the Statutory Auditors of the Company. The above financial results for the quarter / nine months ended 31st December 2006 were reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on 20th January 2007.

For and on behalf of the Board

 Place: Mumbai  
 Dated: 20th January 2007

 Anil Sureka  
 Executive Director (Finance)