

# VISA STEEL

## VISA STEEL LIMITED

Registered Office : 11, Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Orissa. www.visasteel.com  
Corporate Office: Brooke House, 2nd Floor, 9, Shakespeare Sarani, Kolkata - 700 071

### UNAUDITED FINANCIAL RESULTS FOR THE THREE MONTHS AND NINE MONTHS ENDED 31 DECEMBER 2006

(Rs. Million)						
Sl.	Particulars	Three months ended		Nine months ended		Financial Year 2005-06 (Audited)
		31.12.2006 (Unaudited)	31.12.2005 (Unaudited)	31.12.2006 (Unaudited)	31.12.2005 (Audited)	
1.	Net Sales/Income from Operations	1275.89	1087.48	3897.02	2751.48	3840.39
2.	Other Income	4.32	1.03	22.42	3.13	6.45
3.	<b>TOTAL</b>	<b>1280.21</b>	<b>1088.51</b>	<b>3919.44</b>	<b>2754.61</b>	<b>3846.84</b>
3.	Total Expenditure					
	a. (Increase)/decrease in stock in trade	(64.93)	(86.50)	11.38	(491.51)	(222.12)
	b. Consumption of raw materials	459.24	403.97	1382.18	1087.31	1501.67
	c. Purchase of traded goods	679.33	486.05	1842.77	1512.72	1708.77
	d. Staff cost	19.82	9.70	41.15	31.53	42.36
	e. Other expenditure	58.57	133.72	269.01	335.37	449.10
	<b>TOTAL</b>	<b>1152.03</b>	<b>946.94</b>	<b>3546.49</b>	<b>2475.42</b>	<b>3479.78</b>
4.	Interest & Finance Charges (Net)	17.23	39.88	35.19	92.97	117.52
5.	Depreciation	25.39	12.57	64.42	35.39	49.57
6.	<b>Profit before tax</b>	<b>85.56</b>	<b>89.12</b>	<b>273.34</b>	<b>150.83</b>	<b>199.97</b>
7.	Provision for taxation					
	a. Current Tax	9.20	24.30	30.70	32.39	17.39
	b. Deferred Tax	13.97	3.95	40.94	13.36	54.81
	c. Fringe Benefit Tax	1.00	1.00	3.00	2.20	3.00
8.	<b>Profit after Tax</b>	<b>61.39</b>	<b>59.87</b>	<b>198.70</b>	<b>102.88</b>	<b>124.77</b>
9.	Paid up equity share capital (face value of Rs.10/- each)	1100.00	750.00	1100.00	750.00	1100.00
10.	Reserves excluding revaluation reserves					1861.00
11.	Basic & Diluted Earnings Per Share (not annualised)	0.56	0.80	1.81	1.37	1.62
12.	Aggregate of public shareholding					
	- no. of shares	30,000,000	NIL	30,000,000	NIL	30,000,000
	- percentage of shareholding	27.27%	NIL	27.27%	NIL	27.27%

### REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT (for the three months and nine months ended 31 December 2006)

(Rs. Million)					
Particulars	Three months ended		Nine months ended		Financial Year 2005-06
	31.12.2006	31.12.2005	31.12.2006	31.12.2005	
Segment Revenue (Gross)					
a. Manufacturing	697.32	609.62	2096.21	1352.62	2149.54
b. Trading	663.71	566.93	2007.82	1595.14	1966.71
Less : Inter Segment Revenue	-	-	-	-	-
<b>TOTAL</b>	<b>1361.03</b>	<b>1176.55</b>	<b>4104.03</b>	<b>2947.76</b>	<b>4116.25</b>
Segment Results Profit / (Loss)					
a. Manufacturing	148.71	80.22	426.45	168.04	241.88
b. Trading	(30.82)	91.44	(51.99)	171.72	192.97
<b>TOTAL</b>	<b>117.89</b>	<b>171.66</b>	<b>374.46</b>	<b>339.76</b>	<b>434.85</b>
Less : Interest & Finance charges (net)	17.23	39.88	35.19	92.97	117.52
Less : Unallocable Expenses net of income	15.10	42.66	65.93	95.96	117.36
<b>Profit before Tax</b>	<b>85.56</b>	<b>89.12</b>	<b>273.34</b>	<b>150.83</b>	<b>199.97</b>
Capital Employed					
Manufacturing	1249.74	903.99	1249.74	903.99	2886.70
Trading	398.38	(95.04)	398.38	(95.04)	28.84
Unallocable	1402.93	134.92	1402.93	134.92	45.45
<b>TOTAL</b>	<b>3051.05</b>	<b>943.87</b>	<b>3051.05</b>	<b>943.87</b>	<b>2960.99</b>

#### Notes :

- The Company is engaged in the business of manufacturing of pig iron, coke and chrome ore based products and trading of steel plant raw materials.
- The Company had issued 35 million equity shares of Rs.10 each during 2005-06 at a price of Rs. 57 per equity share. An amount of Rs.803.20 Million have been utilised in new projects out of the entire issue proceeds of Rs.1,995 Million. The balance is kept in fixed deposits with banks, awaiting deployment in projects earmarked for the same.
- Since the Company is expected to incur substantial Capital Expenditure during the current financial year, provision for tax for the nine months ended 31 December 2006, has been made under Minimum Alternate Tax (MAT), which otherwise would have been Rs. 45.78 Million.
- Accounting Standard (AS) 15 (revised 2005) on Employee Benefits, issued by the Institute of Chartered Accountants of India, has become applicable in the current year and the Company is in the process of ascertaining the impact, if any, on certain accrued employee cost upto the period ended 31 December 2006 in terms of said AS. This will be accounted for on completion of aforesaid process.
- No. of Investors' complaints: pending at the beginning of the quarter - NIL, Received: 25, Disposed: 25, Pending at the end of the quarter: NIL.
- The segment wise revenue, results and assets and liabilities figures relate to the respective amounts directly identifiable to each of the segments. Unallocable expenditure includes expenses incurred on common services at the corporate level and relate to the company as a whole.
- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meetings held on 29 January 2007 and 30 January, 2007 respectively. The Statutory Auditors have carried out a limited review of the result for the three months ended 31 December 2006 pursuant to clause 41 of the Listing Agreement.
- Previous period's figures have been regrouped/ rearranged wherever found necessary.

Place : New Delhi  
Date : 30 January, 2007

By Order of the Board  
For Visa Steel Limited  
Vishal Agarwal  
Managing Director