

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 SIX MONTHS ENDED 30 SEPTEMBER 2006

(Rs. Million)						
Sl.	Particulars	Three months ended		Six months ended		Financial Year 2005-06 (Audited)
		30.09.2006 (Unaudited)	30.09.2005 (Unaudited)	30.09.2006 (Unaudited)	30.09.2005 (Audited)	
1.	Net Sales/Income from Operations	1497.40	1025.37	2622.51	1664.00	3840.39
2.	Other Income	6.83	2.04	16.72	2.10	6.45
	TOTAL	1504.23	1027.41	2639.23	1666.10	3846.84
3.	Total Expenditure					
	a. (Increase)/decrease in stock in trade	46.66	(24.33)	76.31	(405.01)	(222.12)
	b. Consumption of raw materials	511.41	389.01	922.94	683.34	1501.67
	c. Purchase of traded goods	705.69	494.99	1163.44	1026.67	1708.77
	d. Staff cost	12.75	17.37	21.33	21.83	42.36
	e. Other expenditure	103.51	75.23	210.44	201.64	449.09
	TOTAL	1380.02	952.27	2394.46	1528.47	3479.77
4.	Interest & Finance Charges (Net)	16.18	30.12	17.96	53.10	117.53
5.	Depreciation	20.38	11.87	39.03	22.82	49.57
6.	Profit before tax	87.65	33.15	187.78	61.71	199.97
7.	Provision for taxation					
	a. Current Tax	10.50	5.69	21.50	8.09	17.39
	b. Deferred Tax	19.76	6.84	26.97	9.41	54.81
	c. Fringe Benefit Tax	1.25	0.60	2.00	1.20	3.00
8.	Profit after Tax	56.14	20.02	137.31	43.01	124.77
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)	0.51	0.27	1.25	0.57	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 six months ended 30th September 2006)

(Rs. Million)					
Particulars	Three months ended		Six months ended		Financial Year 2005-06
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	
Segment Revenue (Gross)					
a. Manufacturing	672.34	622.36	1396.79	743.00	2149.54
b. Trading	874.53	510.16	1346.21	1028.21	1966.71
Less : Inter Segment Revenue	-	-	-	-	-
TOTAL	1546.87	1132.52	2743.00	1771.21	4116.25
Segment Results Profit / (Loss)					
a. Manufacturing	151.65	53.81	293.71	87.82	241.88
b. Trading	(15.14)	49.70	6.42	80.28	192.97
TOTAL	136.51	103.51	300.13	168.10	434.85
Less : Interest & Finance charges (net)	16.18	30.11	17.96	53.09	117.52
Less : Unallocable Expenses net of income	32.68	40.25	94.39	53.30	117.36
Profit before Tax	87.65	33.15	187.78	61.71	199.97
Capital Employed					
Manufacturing	2921.57	818.60	2921.57	818.60	2886.70
Trading	169.93	14.07	169.93	14.07	28.84
Unallocable	6.81	51.57	6.81	51.57	45.45
TOTAL	3098.31	884.24	3098.31	884.24	2960.99

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.350 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.
- During the quarter ended 30th September 2006, the Company has commissioned additional 100,000 tpa Coke Oven Plant at Kalinganagar Industrial Complex, Orissa.
- Since the Company is expected to incur substantial Capital Expenditure during the current financial year, provision for tax for the six months ended 30th September 2006, has been made under Minimum Alternate Tax (MAT), which otherwise would have been Rs. 27.77 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 30th September 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: 37, Disposed: 37, 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 respective meetings held on 30th October 2006. The Statutory Auditor have carried out a limited review of the result for the three months ended 30th September 2006 pursuant to clause 41 of the Listing Agreement.
- Previous period's figures have been regrouped/ rearranged wherever found necessary.

Place : New Delhi
Date : 30th October, 2006

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