



# BALASORE ALLOYS LIMITED

Regd. Office : Balgopalpur-756020, Dist.-Balasore, Odisha

## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2012

## SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in lacs)

(Rs. in lacs)

Sl. No	Particulars	Quarter Ended			Nine Months Ended		Year Ended 31.03.12 Audited
		31.12.12	30.09.12	31.12.11	31.12.12	31.12.11	
		Unaudited					
1	a) Net Sales/Income from Operations (Net of excise duty)	16,214.62	17,864.05	16,005.90	51,495.07	44,176.75	58,950.69
	b) Other Operating Income	425.58	418.79	84.80	992.18	491.71	716.20
	<b>Total Income from Operation (net)</b>	<b>16,640.20</b>	<b>18,282.84</b>	<b>16,090.70</b>	<b>52,487.25</b>	<b>44,668.46</b>	<b>59,666.89</b>
2	Expenditure						
	a) Changes in Inventories of Finished Goods, Work-in-Progress and Saleable Scraps	(317.18)	14.71	71.50	(1,006.79)	(292.98)	(136.73)
	b) Cost of raw materials consumed	6,518.43	7,479.83	5,407.39	20,344.56	17,228.41	22,604.80
	c) Purchase of stock-in-trade	-	-	-	443.17	-	-
	d) Power and Fuel	5,808.79	4,202.65	4,268.30	15,393.90	12,757.17	16,880.30
	e) Employee benefits expense	724.81	752.21	567.23	2,149.97	1,694.77	2,348.16
	f) Depreciation and amortisation expenses	462.17	470.71	393.40	1,381.28	1,183.28	1,657.98
	g) Other Expenses	2,301.87	2,502.15	1,796.39	7,361.83	4,525.01	6,865.77
	<b>Total expenses</b>	<b>15,498.89</b>	<b>15,422.26</b>	<b>12,504.21</b>	<b>46,067.92</b>	<b>37,095.66</b>	<b>50,220.28</b>
3	Profit from operations before Other Income, Finance cost, Prior Period Items & Taxes (1-2)	1,141.31	2,860.58	3,586.49	6,419.33	7,572.80	9,446.61
4	Other Income	46.83	46.20	46.58	139.23	139.23	184.80
5	Profit before Interest, Prior Period Items & Taxes (3+4)	1,188.14	2,906.78	3,633.07	6,558.56	7,712.03	9,631.41
6	Finance costs	977.54	1,169.26	1,484.56	3,216.87	3,849.24	4,729.38
7	Profit before Prior Period Items & Taxes (5-6)	210.60	1,737.52	2,148.51	3,341.69	3,862.79	4,902.03
8	Prior Period Items (net)	-	-	-	-	-	12.96
9	Profit from Ordinary Activities before Taxes (7-8)	210.60	1,737.52	2,148.51	3,341.69	3,862.79	4,889.07
10	Tax Expenses						
	Current Tax	38.91	678.77	636.62	1,276.55	1,151.64	1,386.50
	For Prior Years [Charge/(Credit)]	-	-	-	-	13.78	13.78
	Deferred Tax Charge/(Credit)	41.79	(69.08)	79.77	(121.51)	163.87	295.73
11	Net Profit for the Year / Period (9-10)	129.90	1,127.83	1,432.12	2,186.65	2,533.50	3,193.06
12	Paid-Up Equity Share Capital (Equity Shares of Rs.5/- each)	3,214.52	3,214.52	3,214.52	3,214.52	3,214.52	3,214.52
13	Reserves excluding Revaluation Reserve as per Balance Sheet						25,737.69
14	Earning per Share (Not Annualised)						
	Basic (Rs.)	0.20	1.76	2.23	3.40	3.94	4.97
	Diluted (Rs.)	0.20	1.76	2.23	3.40	3.94	4.97
15	Public Shareholding						(Annualised)
	- Number of Shares	34354595	34354595	34355225	34354595	34355225	34354595
	- Percentage of Shareholding	53.44	53.44	53.44	53.44	53.44	53.44
16	Promoter & Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of Shares	14604790	14604790	14604790	14604790	14604790	14604790
	- Percentage of Shares (as a percentage of total share holding of Promoter & Promoter Group)	48.79	48.79	48.79	48.79	48.79	48.79
	- Percentage of Shares (as a percentage of total share capital of the Company)	22.72	22.72	22.72	22.72	22.72	22.72
	b) Non-Encumbered						
	- Number of Shares	15331026	15331026	15330396	15331026	15330396	15331026
	- Percentage of Shares (as a percentage of total share holding of Promoter & Promoter Group)	51.21	51.21	51.21	51.21	51.21	51.21
	- Percentage of Shares (as a percentage of total share capital of the Company)	23.84	23.84	23.84	23.84	23.84	23.84

Sl. No	Particulars	Quarter Ended			Nine Months Ended		Year Ended 31.03.12 (Audited)
		31.12.12	30.09.12	31.12.11	31.12.12	31.12.11	
		Unaudited					
1	<b>Segment Revenue (Net of Excise Duty)</b>						
	a) Manufacturing Operation	16,214.62	17,864.05	16,005.90	51,495.07	44,176.75	58,950.69
	b) Trading Operation	-	-	-	-	-	-
	<b>Net Sales/Income From Operations *</b>	<b>16,214.62</b>	<b>17,864.05</b>	<b>16,005.90</b>	<b>51,495.07</b>	<b>44,176.75</b>	<b>58,950.69</b>
2	<b>Segment Results</b>						
	a) Manufacturing Operation	1,410.67	2,986.02	3,571.00	7,363.05	7,344.88	9,185.93
	b) Trading Operation	(19.23)	(16.69)	(10.38)	(210.69)	(31.36)	(48.36)
	Total	1,391.44	2,969.33	3,560.62	7,152.36	7,313.52	9,137.57
	i) Interest (net)	(827.31)	(1,082.30)	(1,253.31)	(2,787.73)	(3,005.04)	(3,602.05)
	ii) Unallocable expenditure net of income	(353.53)	(149.51)	(158.80)	(1,022.94)	(445.69)	(646.45)
	<b>Total Profit before tax</b>	<b>210.60</b>	<b>1,737.52</b>	<b>2,148.51</b>	<b>3,341.69</b>	<b>3,862.79</b>	<b>4,889.07</b>
3	<b>Capital Employed</b>						
	a) Manufacturing Operation	112,545.03	114,153.07	114,818.96	112,545.03	114,818.96	114,326.35
	b) Trading Operation	(8,342.44)	(8,513.56)	(6,030.93)	(8,342.44)	(6,030.93)	(8,130.11)
	c) Unallocated	(10,680.95)	(11,276.94)	(13,239.51)	(10,680.95)	(13,239.51)	(11,412.93)
	<b>Total</b>	<b>93,521.64</b>	<b>94,362.57</b>	<b>95,548.52</b>	<b>93,521.64</b>	<b>95,548.52</b>	<b>94,783.31</b>

\* There is no inter segment revenue, hence not disclosed separately.

### Notes:

- There was no Exceptional/ Extraordinary items during the respective periods reported above.
- The Auditors' in their audit report on the Company's financial statements for the year ended 31st March, 2012 and in their review report for the quarter ended 30th September, 2012 have drawn attention to following matters whose impact is presently unascertainable, except as indicated below:
  - North Eastern Electricity Supply Company of Orissa Limited (NESCO) has revoked the waiver of dues granted under a settlement in an earlier year and raised claim for Rs 16,418.28 lacs (Rs 17,733.55 lacs upto 30th September, 2012) (including delayed payment surcharge). The Company has paid and, on conservative basis, provided Rs 2900 lacs (including Rs 1500 lacs during the quarter) upto 31st December, 2012. The matter, after being referred to the Honorable High Court of Orissa and Supreme Court of India, is pending with Grievance Redressal Forum (GRF) of NESCO, who has further directed the Company to pay the dues amounting to Rs 556.48 lacs to continue uninterrupted power supply. The Company is actively pursuing the matter legally and hence no further liability has been accounted for in these financial results.
  - Lender's right to recompense under Corporate Debt Restructuring scheme sanctioned in earlier years and demand of Rs 3020 lacs for the sacrifice made upto 31st March, 2007, which had not been provided for. The Auditor's had also indicated consequential impact of Rs 3020 lacs on the profits for the year. Further, the recompense amount for the period from 1st April, 2007 till date had not been worked out and unascertainable. At the request of the management, the lenders have in - principally agreed to settle the recompense amount at Rs 3220 lacs, subject to approval by the appropriate authorities of the lenders. The Company carries a provision of Rs 200 lacs and has not provided Rs 3020 lacs, pending final approval of the lenders.
  - Loans of Rs 962.00 lacs (Rs 633 lacs as on 30th September, 2012) and interest receivable of Rs 543.13 lacs (Rs 366.97 lacs as on 30th September, 2012) thereon which were overdue and pending confirmation. The Company has procured goods of Rs 443.07 lacs, against loan of Rs 329 lacs and interest receivable of Rs 114.07 lacs and has made provision for doubtful interest receivable of Rs 62.09 lacs in respect of certain parties in earlier quarter. The Company has further received loan of Rs 42 lacs and is hopeful to recover the balance amount in full.
- In continuation of its discussion for acquiring strategic stake in a Company, the Company has further paid Rs 2650 lacs as advance towards equity shares during the quarter. Total amount paid till 31st December, 2012 of Rs 19,875 lacs is treated as Non-Current Loans and Advances.
- Pursuant to the approval of the shareholders at the AGM dated 26th September, 2012 and in-principle approval received from Stock Exchanges on 8th October, 2012, the Company has allotted 6,600,000 Convertible Equity Warrants at a price of Rs 16 per warrant, to two Promoter Group Companies.
- The position of investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 31st December, 2012 is: - Opening- Nil, Received - 58, Cleared - 58, and Closing - Nil.
- The above financial results for the quarter ended 31st December, 2012 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th February, 2013.
- Previous periods figures have been regrouped/rearranged wherever considered necessary to make them comparable.

For and on behalf of the Board  
Anil Sureka  
Managing Director

Place: Kolkata  
Date: 14th February, 2013