



BALASORE ALLOYS LIMITED

Regd. Office : Balgopalpur - 756 020, Dist. - Balasore, Orissa

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2009

(Rs.in lacs)

| Sl. No. | Particulars | 3 months ended | | 6 months ended | | Year ended |
|---------|---|----------------|------------|----------------|------------|------------|
| | | 30.09.2009 | 30.09.2008 | 30.09.2009 | 30.09.2008 | 31.03.2009 |
| | | UNAUDITED | | UNAUDITED | | AUDITED |
| 1 | a) Net Sales/Income from Operations | 10,546.79 | 20,733.69 | 18,236.67 | 39,414.20 | 63,873.43 |
| | b) Other Operating Income | 798.30 | 132.15 | 1,060.42 | 387.22 | 1,123.62 |
| | Sub-total (a+b) | 11,345.09 | 20,865.84 | 19,297.09 | 39,801.42 | 64,997.05 |
| 2 | Expenditure | | | | | |
| | a) (Increase) / Decrease in Stock-in-Trade and Work -in-Progress | 249.34 | 843.31 | 660.44 | (146.91) | (740.23) |
| | b) Consumption of Raw Materials | 5,147.19 | 9,078.93 | 8,687.94 | 16,009.85 | 29,316.87 |
| | c) Purchase of Traded Goods | - | - | - | - | 3,541.48 |
| | d) Power & Fuel Cost | 2,397.65 | 2,565.34 | 4,599.79 | 5,110.98 | 10,001.73 |
| | e) Employees Cost | 383.38 | 430.41 | 748.81 | 873.02 | 1,696.86 |
| | f) Depreciation | 373.30 | 278.49 | 749.24 | 610.11 | 1,185.39 |
| | g) Loss/(Gain) on Foreign Exchange Fluctuation/Forward Exchange Contract (Net) | 233.47 | 2,302.78 | (1,119.96) | 2,973.33 | 6,075.59 |
| | h) Other Expenditure | 1,281.08 | 2,260.37 | 2,229.14 | 6,039.89 | 8,757.28 |
| | Sub-total (a to h) | 10,065.41 | 17,759.63 | 16,555.41 | 31,470.27 | 59,834.97 |
| 3 | Profit from Operations before Other Income, Interest, Prior Period Items & Taxes (1-2) | 1,279.68 | 3,106.21 | 2,741.68 | 8,331.15 | 5,162.08 |
| 4 | Other Income | 12.81 | - | 60.81 | - | - |
| 5 | Profit before Interest, Prior Period Items & Taxes (3-4) | 1,292.49 | 3,106.21 | 2,802.49 | 8,331.15 | 5,162.08 |
| 6 | Interest | 872.55 | 735.43 | 1,761.57 | 2,504.64 | 4,092.10 |
| 7 | Profit before Prior Period Items & Taxes (5-6) | 419.94 | 2,370.78 | 1,040.93 | 5,826.51 | 1,069.98 |
| 8 | Prior Period Items (net) | - | - | - | - | 361.83 |
| 9 | Profit from Ordinary Activities before Taxes (7-8) | 419.94 | 2,370.78 | 1,040.93 | 5,826.51 | 708.15 |
| 10 | Tax Expenses | | | | | |
| | Current Tax | 185.98 | 912.57 | 416.60 | 1,638.09 | 76.52 |
| | For Prior Years | - | 146.97 | - | 146.97 | 155.69 |
| | Mat Credit Entitlement | - | - | - | - | (170.93) |
| | Deferred Tax | (20.74) | (9.21) | (54.43) | 456.06 | 514.59 |
| | Fringe Benefit Tax | (5.56) | 15.60 | - | 27.26 | 38.69 |
| 11 | Net Profit for the Year / Period (9-10) | 260.26 | 1,304.85 | 678.76 | 3,558.13 | 93.59 |
| 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 |
| 13 | Reserves excluding Revaluation Reserve as per Balance Sheet of previous Accounting Period | - | - | - | - | 20,806.03 |
| 14 | Earning per Share (Not Annualised) | | | | | |
| | Basic Rs. | 0.40 | 2.03 | 1.06 | 5.53 | 0.15 |
| | Diluted Rs. | 0.40 | 2.01 | 1.05 | 5.47 | 0.14 |
| 15 | Public Shareholding | | | | | |
| | - Number of Shares | 34323675 | 34473675 | 34323675 | 34473675 | 34473675 |
| | - Percentage of Shareholding | 53.39 | 53.62 | 53.39 | 53.62 | 53.62 |
| 16 | Promoter & Promoter Group Shareholding | | | | | |
| | a) Pledged / Encumbered | | | | | |
| | - Number of Shares | 14604790 | 14604790 | 14604790 | 14604790 | 14604790 |
| | - Percentage of Shares (as a percentage of total shareholding of Promoter & Promoter Group) | 48.74 | 48.98 | 48.74 | 48.98 | 48.98 |
| | - Percentage of Shares (as a percentage of total share capital of the Company) | 22.72 | 22.72 | 22.72 | 22.72 | 22.72 |
| | b) Non-encumbered | | | | | |
| | - Number of Shares | 15361946 | 15211946 | 15361946 | 15211946 | 15211946 |
| | - Percentage of Shares (as a percentage of total shareholding of Promoter & Promoter Group) | 51.26 | 51.02 | 51.26 | 51.02 | 51.02 |
| | - Percentage of Shares (as a percentage of total share capital of the Company) | 23.89 | 23.66 | 23.89 | 23.66 | 23.66 |

Notes :

- The Company has only one business segment "Ferro Alloys".
- Depreciation for the quarter is net of Rs. 315.60 lacs being the amount of additional depreciation on revalued assets which has been appropriated from General Reserve.
- Consumption of Raw Materials, as indicated above, includes Rs 696.88 lacs, being the value of stock written off due to shortage observed on physical verification.
- Other operating income for the quarter includes unspent liabilities no longer required written back amounting to Rs. 598.52 lacs.
- There was no Exceptional/ Extraordinary Items during the respective periods reported above.
- The Auditor's in their audit report on the Company's accounts for the year ended 31st March, 2009 had expressed their inability to ascertain the impact, if any, on the Company's result, arising out of the following:
 - MAT credit entitlement of Rs. 795.92 lacs recognised in the accounts upto 31st March, 2009. The Company, based on future profitability projections, is certain that there would be sufficient taxable income in the future to claim the above tax credit. The Company has already utilised MAT credit entitlement of Rs. 248.54 lacs during the six months period. The matter was also referred by the Auditors in their limited review report for the quarter ended 30th June 2009 for Rs. 635.13 lacs.
 - In respect of advances of Rs.735 lacs against which supply of materials is pending beyond the stipulated delivery schedule. The Company has recovered Rs. 30 lacs during the quarter and is pursuing the parties for refund/ supply of materials for the balance amount. The matter was also referred by the Auditor's in their limited review report for the quarter ended 30th June 2009 for Rs. 735 lacs.
- The position of investor complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 30th September 2009 is :-
Opening- Nil, Received - 14, Cleared - 14, and Closing - Nil.
- The promoter group companies have not exercised the right for conversion of 65,00,000 warrants into Equity Shares within September 15, 2009, being the last date of stipulated period of 18 months from the date of allotment. Accordingly, the amount of Rs. 490 lacs received towards the issue of above warrants has been forfeited and credited to capital reserve account.
- The above financial results for the quarter ended 30th September, 2009 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th October, 2009.
- Previous period figures have been regrouped/rearranged wherever considered necessary.

For & on behalf of the Board
Sd/-

R. K. Jena

(Managing Director)

Place : Kolkata

Dated : 30th October, 2009