

**JINDAL VIJAYANAGAR STEEL LIMITED**



Registered Office : Toranagallu , Sandur Taluk , Bellary Dist. Karnataka - 583123

**Audited Financial Results for the Year ended 31st March, 2005**

(Rs. in crores)

SL No	Particulars	Unaudited			Audited	
		Nine months Ended	Three Months Ended		Year Ended	Previous Year Ended
		31.12.2004	31.03.2005	31.03.2004	31.03.2005	31.3.2004
1	Gross Turnover					
	a) Domestic Sales	3956.08	1440.21	1046.03	5396.29	3418.56
	b) Export Sales	1984.96	1308.88	5.70	3293.84	171.93
	Total	5941.04	2749.09	1051.73	8690.13	3590.49
	Less : Inter Divisional transfer	1197.45	456.78	-	1654.23	-
	<b>Gross Sales</b>	<b>4743.59</b>	<b>2292.31</b>	<b>1051.73</b>	<b>7035.90</b>	<b>3590.49</b>
2	Less: Excise Duty	247.05	109.49	84.31	356.54	316.53
3	Net Sales/Income from Operations (1-2)	4496.54	2182.82	967.42	6679.36	3273.96
4	Other Income	9.41	9.57	12.69	18.98	23.03
5	Total Expenditure	3012.87	1319.64	630.42	4332.51	2213.57
	a) (Increase) /Decrease in Stock in Trade	(79.35)	36.04	(12.63)	(43.31)	12.33
	b) Consumption of Raw Materials	2035.15	857.04	414.10	2892.19	1393.96
	c) Power and Fuel	409.88	131.69	121.27	541.57	467.14
	d) Staff cost	72.01	35.20	10.76	107.21	42.87
	e) Other Expenditure	575.18	259.67	96.92	834.85	297.27
6	<b>Profit before Interest, Depreciation, Exceptional items and Taxation (3+4-5)</b>	<b>1493.08</b>	<b>872.75</b>	<b>349.69</b>	<b>2365.83</b>	<b>1083.42</b>
7	Interest	361.82	108.05	50.15	469.87	407.14
8	<b>Cash Profit (6-7)</b>	<b>1131.26</b>	<b>764.70</b>	<b>299.54</b>	<b>1895.96</b>	<b>676.28</b>
9	Depreciation	268.99	90.55	77.57	359.54	312.88
10	Miscellaneous Expenditure Written Off	45.66	14.82	16.02	60.48	64.00
	Profit before Exceptional items & Taxation (8-9-10)	816.61	659.33	205.95	1475.94	299.40
12	Exceptional Items	(3.33)	-	148.30	(3.33)	390.76
13	<b>Profit before Taxation (11+12)</b>	<b>813.28</b>	<b>659.33</b>	<b>354.25</b>	<b>1472.61</b>	<b>690.16</b>
14	Provision for Taxation:					
	(a) Current Tax	39.65	34.85	17.89	74.50	17.89
	(b) Deferred Tax Liability	307.66	220.34	79.54	528.00	143.59
15	<b>Net Profit (13-14)</b>	<b>465.97</b>	<b>404.14</b>	<b>256.82</b>	<b>870.11</b>	<b>528.68</b>
16	Paid up Equity Share Capital ( face value of Rs. 10 per share)	129.04	129.04	1291.02	129.04	1291.02
17	Reserves excluding revaluation reserve (As per last Balance Sheet )				2,329.97	-
18	Earnings per share (EPS) : Refer Note 4 (before Exceptional items - net of tax)					
	Basic	34.42	30.70	15.91	65.12	24.36
	Diluted	31.60	28.19	14.01	59.78	21.46
19	Earnings per share (EPS) : Refer Note 4 (after Exceptional items - net of tax)					
	Basic	34.28	30.70	29.28	64.98	59.56
	Diluted	31.47	28.19	25.78	59.66	52.45
		<b>&lt;-----(not annualised)-----&gt;</b>				
20	Aggregate of Non-promoter shareholding					
	- No. of shares	69676014	63878414	492747740	63878414	492747740
	- Percentage of shareholding	54.00%	49.50%	38.17%	49.50%	38.17%

**HIGHLIGHTS FOR THE YEAR**

**Crude Steel Output 18.75 Lacs tonnes up by 17%**

**Gross Sales up by 96%**

**EBIDTA up by 118%**

**Cash Profit up by 180%**

**PBT before Exceptional Items up by 393%**

**Net Profit up by 65%**

**Debt Reduction : Rs. 1012 crores**

**Notes:**

1. The above audited results reviewed by the Audit Committee, have been taken on record at the meeting of the Board of Directors held on 18<sup>th</sup> April, 2005.
2. The Board proposed dividend @ 10% on Cumulative Redeemable Preference shares amounting to Rs. 27.91 crores and Final Dividend on Equity shares @ 50% amounting to Rs. 64.52 crores, subject to the approval of members at the Annual General Meeting. An interim dividend @ 30% amounting to Rs. 38.71 crores was declared at the Board meeting held on 10<sup>th</sup> February, 2005. The total dividend on Equity shares for the year, if approved, would be @ 80% aggregating to Rs. 103.23 crores.
3. A new galvanising line with capacity of 35,000 tpa was commissioned in January 2005 and Cold Rolling Mill with capacity of 1,00,000 tpa was commissioned in March 2005.
4. In accordance with the Accounting Standard (AS) 20 "Earning per Share", earnings per share for previous period/year have been recomputed on the basis of share capital re-organised as per the terms of the Scheme of Arrangement and Amalgamation.
5. Information on investor complaints (numbers): Pending at beginning of the quarter: 131 Received during the quarter : 3945, Resolved/replied during the quarter : 3922, Unresolved at the end of the quarter : 154, since resolved.
6. As the Company is primarily engaged in the segment of "Iron and Steel Products", there are no other reportable segments as per Accounting Standard (AS) 17.
7. Paid up equity share capital does not include an amount of Rs. 61.06 crores being the amount originally paid up on the shares forfeited earlier.
8. Previous periods' figures have been regrouped/rearranged wherever necessary. Figures for the current quarter ended on 31<sup>st</sup> March, 2005, nine months ended on 31<sup>st</sup> December, 2004 and the year ended 31<sup>st</sup> March, 2005 include the figures of the steel business of the erstwhile Jindal Iron & Steel Company Limited (JISCO) and are therefore, not comparable with the figures of the corresponding period and for the year ended 31<sup>st</sup> March, 2004.
9. The following are the key financials of the Company for the year ended 31st March, 2005 as compared with figures for the year ended 31st March 2004 ( including the figures of the steel business of the erstwhile JISCO as per the Scheme of Arrangement and Amalgamation ).

Sl No		(Rs in Crores)	
		Post Merger ( Audited )	
		Year Ended	Previous Year Ended
		31.03.2005	31.3.2004
1	Gross Sales	7035.90	4672.94
2	Net Sales	6679.36	4348.84
3	EBIDTA	2365.83	1499.62
4	EBIDTA as a % of Net Sales	35.42%	34.48%
5	Interest	469.87	488.35
6	Cash Profit	1895.96	1011.27
7	Profit before Exceptional items & Taxation	1475.94	571.84
8	Exceptional Items	(3.33)	390.76
9	Profit before Taxation	1472.61	962.60
10	Profit after Taxation	870.11	793.38

For Jindal Vijayanagar Steel Ltd.

Place : Mumbai  
Date : April 18, 2005

Dr. B. N. SINGH  
Jt. Managing Director & CEO