



JINDAL VIJAYANAGAR STEEL LTD

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

Unaudited Financial Results for the Quarter Ended 30th June, 2004.

(Rs. in Crores)

Sr. No.	Particulars	Quarter Ended		Audited Previous
		30.06.2004	30.06.2003	Year Ended 31.03.2004
1	Gross Sales/Income from Operations			
	a) Domestic Sales	962.57	697.62	3459.00
	b) Export Sales	96.36	67.33	137.31
	Total Sales	1058.93	764.95	3596.31
2	Less: Excise Duty	51.76	66.99	316.53
3	Net Sales/Income from Operations (1-2)	1007.17	697.96	3279.78
4	Other Income	2.30	0.46	25.17
5	Total Expenditure	718.12	471.45	2219.39
	a) (Increase) /Decrease in Stock in Trade	(24.56)	(57.24)	12.33
	b) Consumption of Raw Materials	499.54	319.39	1401.70
	c) Power and Fuel	108.10	113.07	467.14
	d) Staff cost	12.24	9.92	39.26
	e) Other Expenditure	122.80	86.31	298.96
6	Profit before Interest, Depreciation, Exceptional items and Taxation (3+4-5)	291.35	226.97	1085.56
7	Interest	110.35	120.80	409.28
8	Depreciation	75.80	77.65	312.88
9	Miscellaneous Expenditure Written Off	15.12	15.99	64.00
10	Profit before Exceptional items & Taxation (6-7-8-9)	90.08	12.53	299.40
11	Exceptional Items	-	16.18	390.76
12	Profit before Taxation (10+11)	90.08	28.71	690.16
13	Provision for Taxation:			
	(a) Current Tax	7.06	-	17.89
	(b) Deferred Tax Liability	28.13	5.79	143.59
14	Net Profit (12-13)	54.89	22.92	528.68
15	Paid up Equity Share Capital (face value of Rs. 10 per share)	1352.05	1352.03	1352.05
16	Reserves excluding revaluation reserves (As per Balance Sheet)	-	-	-
17	Earnings per share (EPS):			
	Basic	0.36	0.18	3.92
	Diluted	0.35	0.17	3.78
	<-----(not annualised)----->			
18	Aggregate of Non promoter shareholding			
	- No. of shares	492747740	464652983	492747740
	- Percentage of shareholdings	38.17	35.99	38.17

Notes : [A]

- 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).
- Pursuant to the shareholders' approval at the Court convened meeting of the Company held on 29th January, 2004 to the Scheme of Arrangement and Amalgamation (Scheme), steel business of Jindal Iron and Steel Company Limited is proposed to be merged with Company with effect from the appointed date - 1st April, 2003.
 - In terms of revised financial restructuring package (RRP) approved by Corporate Debt Restructuring Cell (CDR) in February 2003, the following are under implementation through the Scheme:
 - reduction of existing equity share capital by 40% and in lieu thereof issue of 0.01% Cumulative Redeemable Preference Shares (CRPS) and the same would be reconverted into one equity share at par for every four CRPS as per the Scheme;
 - rupee debts of Rs. 456.88 Crores to be converted into equity shares at par;
 - requirement of promoters to contribute Rs. 108 Crores towards equity at par by March 1, 2007 (revised date in the Scheme being on or before April 1, 2006).
 - The effect of the Scheme will be given in the accounts upon receipt of necessary approvals from the High Courts and after filing of certified copy of Orders with Registrar of Companies.
- Paid-up equity share capital as on 30th June, 2004 includes Rs. 61.03 crores being the amount originally paid up on the shares forfeited.

- Information on investor complaints (numbers): Pending at beginning of the quarter: 192, Received during the quarter: 4295, Resolved/replied during the quarter: 4441, Unresolved at the end of the quarter: 46, since resolved.
- In respect of pellet plant, the feeding of beneficiated iron ore with reduced alumina content coupled with certain modifications to the existing equipment has contributed to the enhancement of pellet production capacity from 3 million to 4.2 million MT per annum since June 2004.
- Previous periods' figures have been regrouped/rearranged wherever necessary.
- The above results reviewed by the Audit Committee, have been taken on record at the meeting of the Board of Directors held on 27th July, 2004 and have been subjected to Limited Review by the Statutory Auditors as per the listing agreement with the stock exchanges.

[B]

- The following results are unaudited combined financial (provisional) results of the Company, after giving effect to the Scheme filed by the Company, for which necessary approvals from the High Courts and filing of the certified copies of the orders with the Registrar of Companies, are pending.

These financial results are presented voluntarily to disclose impact of the "Scheme" on the financials of the Company, for greater transparency and disclosure to the members of the Company on the assumption that the respective High Courts would approve the said merger.

Unaudited Combined Financial Results (Provisional) of the Company (giving impact of the "Scheme") for the Quarter ended 30th June, 2004

(Rs. in Crores)

Sr. No.	Particulars	Unaudited For Quarter ended 30.06.2004
1	a) Domestic Sales	1138.50
	b) Export Sales	529.67
	Gross Turnover/Income from Operations	1,668.17
	Less : Inter Divisional transfer	327.34
	Turnover / Income from Operations	1,340.83
2	Less: Excise Duty	57.78
3	Net Turnover /Income from Operations (1-2)	1,283.05
4	Other Income	2.73
5	Total Expenditure	860.01
6	Profit before Interest, Depreciation and Taxation (3+4-5)	425.77
7	Interest	125.73
8	Depreciation	89.35
9	Miscellaneous Expenditure Written Off	15.12
10	Profit before Taxation (6-7-8-9)	195.57
11	Provision for Taxation:	
	(a) Current Tax	15.33
	(b) Deferred Tax Liability	72.17
12	Net Profit (10-11)	108.07
13	Paid up Equity Share Capital (face value of Rs. 10 per share) (excluding Rs. 61.10 crores received for shares forfeited)	129.04
14	Earnings Per Share (not annualised) - Basic (Rs.)	7.76
	- Diluted (Rs.)	7.13

(b) Cautionary Statement :

- The figures mentioned above are provisional and not conclusive. Actual results can differ from those expressed based on the disposal of the "Scheme". Readers of the statement are cautioned that the "Scheme" is under implementation and the Company assumes no responsibility for any action taken based on the above information or to update the same as circumstances change.
- From the effective date of the "Scheme", name of the Company shall be changed to "Jindal Iron & Steel Company Limited".
 - The aforesaid unaudited combined financial results (provisional) were considered by the Board at the meeting of the Board of Directors held on 27th July, 2004 and subjected to Limited Review by the Statutory Auditors.

For Jindal Vijayanagar Steel Ltd.

Place : Mumbai
Date : July 27, 2004

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

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