



Unaudited Financial (Provisional) Results for the period from 1st April, 2003 to 30th June 2003

Rs. in crores

Particulars	Quarter ended		Six months' period
	30.06.03	30.06.02	31.03.2003
	(unaudited)		(audited)
Sales	783.21	528.01	1,764.78
Other Income	1.63	1.57	6.59
	784.84	529.58	1,771.37
Expenditure			
(a) (Increase) / Decrease in Finished Goods / Work-in-Progress	(84.22)	(8.96)	16.83
(b) Materials Consumed & others	350.66	222.93	641.22
(c) Excise Duty	65.22	50.83	139.32
(d) Energy	228.90	155.35	482.60
(e) Staff Cost	11.07	11.88	23.43
(f) Administration & other expenditure	33.43	17.48	63.53
Profit before Interest, Depreciation and Taxation (EBIDTA)	179.78	80.07	404.44
Finance Cost (net)	67.87	143.55	143.13
Gross Profit / (Loss) before Depreciation and Taxation	111.91	(63.48)	261.31
Less:			
Depreciation	101.66	107.08	195.47
Deferred Revenue Expenditure written off	-	13.54	22.42
Provision for expenses pertaining to earlier years	-	-	41.91
Add :			
Deferred Tax Credit	-	45.88	-
Net Profit / (Loss)	10.25	(138.22)	1.51
Paid-up Equity Share Capital	330.35	330.35	330.35
Reserves excluding revaluation reserves			96.87
Basic and Diluted Earnings Per Share (not annualised) (in Rupees)	0.31	(4.18)	0.05
Basic and Diluted Earnings Per Share (not annualised) (in Rupees) excluding extra ordinary items	(1.41)	(4.18)	(4.83)

Notes:

1. The above results were reviewed by the Audit Committee in its meeting held on 31st July, 2003 and taken on record at the meeting of Board of Directors held on that date.
2. The qualifications by the auditors in respect of the audited accounts for the period ended 31st March, 2003, have been extensively dealt with in the notes forming part of the said accounts, accordingly, the said qualifications do not require additional disclosures.
3. The company in line with the approval received Corporate Debt Restructuring Group (CDR) in pursuance to a Comprehensive Financial Restructuring Plan (CFRP) is in the process of completing the required formalities of the CDR package. Interest on the loans from FI's and Banks has been provided on the basis of rates approved by the CDR.
4. The finance cost (net) includes the gain of Rs. 59.69 Crores arising out of one time settlements.
5. In accordance with the Accounting Standard - 26 on Intangible Assets, effective from 1st April, 2003, the method of deferred revenue expenditure has been changed in the current quarter. These expenses which were being amortised over a period will be fully charged off in the year of incurrence. The opening balance lying under "Miscellaneous Expenditure to be written off" has been adjusted against the opening balance of Profit & Loss Account. This has resulted in higher profit of Rs. 8.49 Crores during the quarter.
6. The aggregate of non promoters share holding was 221,376,387 equity shares (66.24%) as on 30th June, 2003.
7. The number of investors letters received during the quarter, resolved and pending are

Total no. of letters received	:	1,732
Total no. of letters disposed off	:	1,732
Total no. of letters pending	:	Nil
8. The figures have been regrouped / reclassified wherever necessary to make them comparable.

For Essar Steel Limited