



ESSAR STEEL LIMITED
 Regd. Office: Post Hazira, Pin 394 270, Dist. Surat
 Corp. Office: Essar House, 11 Keshavrao Khadye Marg, Mahalaxmi, Mumbai 400 034.

Audited Financial Results for the period from 1st April, 2004 to 30th June, 2004

Rs. in crores

Particulars	Quarter ended		Year ended
	30.06.04	30.06.03	31.03.04
	(audited)	(unaudited)	(audited)
Sales	1,398.41	783.21	4,024.60
Less : Excise Duty	(71.85)	(62.70)	(323.65)
Net Sales	1,326.56	720.51	3,700.95
Other Income	1.18	1.63	16.70
	1,327.74	722.14	3,717.65
Expenditure			
(a) (Increase) / Decrease in Finished Goods / Work-in-Progress	(47.61)	(84.22)	(19.39)
(b) Materials Consumed & others	548.85	353.18	1,555.49
(c) Energy	282.87	228.90	1,108.05
(d) Staff Cost	12.69	11.07	48.94
(e) Other expenditure and write off	182.18	33.43	165.35
(f) Interest (net)	137.79	67.87	397.68
(g) Depreciation	101.04	101.66	403.27
(h) Provision for expenses pertaining to earlier years	-	-	(16.31)
(i) Gains on settlement of debts (net)	-	-	(19.50)
Profit / (Loss) before Taxation	109.93	10.25	94.07
Provision for Deferred Tax	(59.49)	-	(34.08)
Net Profit / (Loss) after tax	50.44	10.25	59.99
Paid-up Equity Share Capital	507.97	330.35	507.97
Reserves excluding revaluation reserves			
Basic Earnings Per Share (not annualised) (in Rupees)	0.99	0.31	1.33
Diluted Earnings Per Share (not annualised) (in Rupees)	0.99	0.31	0.96

Notes:

- The above results were reviewed by the Audit Committee in its meeting held on 16th August, 2004 and taken on record at the meeting of Board of Directors held on that date.
- There are no other qualifications by the auditors in respect of the quarter ended 30th June, 2004 other than those reported in respect of the audited accounts for the year ended 31st March, 2004, which were been extensively dealt with in the notes forming part of the said accounts, accordingly, the said qualifications do not require additional disclosures.
- In line with the approval received from Corporate Debt Restructuring Group certain residual formalities are expected to be completed shortly.
- The Company is engaged in only one segment viz Steel, hence there are no reportable segment as per Accounting Standard "AS-17"
- The aggregate of non-promoters share holding was 221,538,887 equity shares (43.29 %) as on 30th June, 2004. (221,376,387 equity shares (66.24%) as on 30th June, 2003).
- The number of investors complaints received during the quarter, resolved and pending are

Pending as at 01.04.2004	:	13
Received during the Quarter	:	1,742
Disposed off during the Quarter	:	1,720
Pending as at 30.06.2004	:	35
- The figures have been regrouped / reclassified wherever necessary to make them comparable.

For Essar Steel Limited

Mumbai
16th August, 2004

V G Raghavan
Director (Finance)