



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 October, 2002 to 31st March, 2003

Rs. in crores

Particulars	Quarter ended		Six months' ended		Eighteen months' period 30.09.2002 (audited)
	31.03.03 (unaudited)	31.03.02	31.03.2003 (Audited)	31.03.2002 (unaudited)	
	Sales	925.00	494.10	1,764.78	958.75
Other Income	4.84	1.78	6.59	5.18	17.63
	929.84	495.88	1,771.37	963.93	3,279.51
Expenditure					
(a) (Increase) / Decrease in Finished Goods / Work-in-Progress	8.77	13.63	16.83	25.57	101.01
(b) Materials Consumed	336.23	172.24	605.77	359.33	1,395.02
(c) Excise Duty	64.54	57.37	139.32	113.13	327.40
(d) Power and Fuel	247.75	148.40	482.60	262.06	867.59
(e) Staff Cost	11.77	11.27	23.43	23.35	74.64
(f) Administration & other expenditure	60.01	40.15	98.98	74.49	239.15
Profit before Interest, Depreciation and Taxation (EBIDTA)	200.77	52.82	404.44	106.00	274.70
Finance Cost (net of extra ordinary interest waiver)	(23.61)	234.70	143.13	385.18	944.22
Gross Profit / (Loss) before Depreciation and Taxation	224.38	(181.88)	261.31	(279.18)	(669.52)
Less:					
Depreciation	96.19	104.58	195.47	212.69	592.16
Deferred Revenue Expenditure written off	8.32	15.75	22.42	31.67	128.37
Provision for expenses pertaining to earlier years	-	-	-	-	197.50
Charges pertaining to earlier years (net)	-	-	-	-	322.73
Provision for doubtful Loans & Advances	41.91	-	41.91	-	
Add :					
Deferred Tax Credit	(10.54)	115.82	-	195.00	710.91
Net Profit / (Loss)	67.42	(186.39)	1.51	(328.54)	(1,199.37)
Paid-up Equity Share Capital	330.35	330.35	330.35	330.35	330.35
Reserves excluding revaluation reserves			96.87		(543.64)
Basic and Diluted Earnings Per Share (not annualised) (in Rupees)	2.04	(5.64)	0.05	(9.95)	(36.31)
Basic and Diluted Earnings Per Share (not annualised) (in Rupees) excluding extra ordinary items	(2.83)	(5.64)	(4.83)	(9.95)	(36.31)

Notes:

- The above results were reviewed by the Audit Committee in its meeting held on 10th June, 2003 and taken on record at the meeting of Board of Directors held on that date.
- During the period the company has received approval from Corporate Debt Restructuring Group (CDR) in pursuance to a Comprehensive Financial Restructuring Plan (CFRP) submitted by the Company for restructuring of loans. Interest on the loans from FI's and Banks has been provided on the basis of rates approved by the CDR. The company is in the process of completing the required formalities of the CDR package and necessary accounting entries will be passed on completion of the same.
- The aggregate of non-promoter share holding was 221,449,687 shares (66.26 %) as on 31st March, 2003.
- The management has regrouped / reclassified the audited figures for the eighteen months period ended 30th September, 2002 to make them comparable.

For Essar Steel Limited

Mumbai
10th June, 2003

Vikram Amin
Executive Director