

JAYASWAL NECO INDUSTRIES LIMITED.

F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR-440016.

UNAUDITED FINANCIAL RESULTS

FOR THE QUARTER ENDED 31ST DECEMBER, 2009

(Rs. in lacs)

PARTICULARS	Quarter ended	Corresponding quarter ended in the previous year	Year to date figures for the current period ended	Year to date figures for the previous period ended	Previous Accounting year ended
	31.12.2009 UNAUDITED (3 months)	31.12.2008 UNAUDITED (3 months)	31.12.2009 UNAUDITED (9 months)	31.12.2008 UNAUDITED (9 months)	31.03.2009 AUDITED (12 months)
1.(a) Sales / Income from Operations	50584	41177	143470	131902	180553
Less: Excise Duty Recovered on Sales	3824	4739	10570	15519	19449
Net Sales/Income from Operations	46760	36438	132900	116383	161104
(b) Other Operating Income	31	628	74	660	589
Total Income	46791	37066	132974	117043	161693
2. Expenditure					
a) (Increase)/Decrease in stock-in-trade and work in progress	(32)	(715)	(1278)	(4140)	149
b) Consumption of raw materials	27905	28045	81543	71150	97259
c) Purchase of traded goods	1551	736	2738	1463	3264
d) Employees Cost	2139	1392	5847	4487	6790
e) Depreciation	1815	1024	5537	3001	6547
f) Other Expenditure	8448	7911	23549	29453	34216
g) Total Expenditure	41826	38393	117936	105414	148225
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	4965	(1327)	15038	11629	13468
4. Other Income	672	254	2660	984	1442
5. Profit before Interest & Exceptional Items (3+4)	5637	(1073)	17698	12613	14910
6. Interest & Financial Charges	3303	3943	9861	10730	11327
7. Profit after Interest but before Exceptional Items (5-6)	2334	(5016)	7837	1883	3583
8. Exceptional Items	-	-	-	726	726
9. Profit from Ordinary Activities before tax (7-8)	2,334	(5,016)	7,837	1,157	2,857
10. Tax Expense					
Current Tax	401	(572)	1,344	130	-
MAT Credit Entitlement	(397)	552	(1,332)	(128)	-
Deferred Tax Liability	810	(1,688)	2,358	943	50
Fringe Benefit Tax	-	26	-	61	90
11. Net Profit from Ordinary Activities after tax (9-10)	1520	(3334)	5467	151	2717
12. Extraordinary Items (Net of tax expenses)	-	-	-	-	-
13. Net Profit for the period (11-12)	1520	(3334)	5467	151	2717
14. Paid-up Equity Share Capital (Face Value per share : Rs. 10/-)	11288	11288	11288	11288	11288
15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year					30203
16. Earning Per Share (Rs.)(not annualised)					
a) Basic	0.55	(3.02)	2.22	(0.06)	1.01
b) Diluted	0.55	(3.02)	2.22	(0.06)	1.01
17. Public Shareholding					
a) Number of shares	57607247	57607247	57607247	57607247	57607247
b) Percentage	51.03	51.03	51.03	51.03	51.03
18. Promoters and Promoter group Shareholding					
a) Pledged / Encumbered					
- Number of shares	18427000		18427000		5927000
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	33.33%		33.33%		10.72%
- Percentage of Shares (as a % of the total share capital of the company)	16.32%		16.32%		5.25%
b) Non - Encumbered					
- Number of shares	36849801		36849801		49349801
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	66.67%		66.67%		89.28%
- Percentage of Shares (as a % of the total share capital of the company)	32.65%		32.65%		43.72%

Notes :

1. The above results have been reviewed by Audit Committee and approved and taken on record by the Board of Directors at its Meeting held on 28th January, 2010.
2. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter ended 31st December, 2009 in accordance with clause 41 of the listing agreement.
3. Pursuant to the Schemes of Arrangements sanctioned by the Hon'ble High Court of Bombay, Bench at Nagpur, vide its Orders dated 13th November, 2009, Inertia Iron and Steel Industries Private Limited, Sponge Iron and Power Plant Divisions of each of Corporate Ispat Alloys Limited and Abhijeet Infrastructure Limited have been merged with the Company from the Appointed Dates as stated in the respective schemes :
 - a. Pending allotment of 123776856 Equity Shares of Rs.10/- each to be issued pursuant to the schemes of arrangements, Rs. 12378 lacs has been accounted as "Share Capital Suspense". Consequent upon allotment of said shares , Paid-up Equity Share Capital of the Company appearing in item no.14 of the above results shall stand increased up to Rs. 23666 lacs.
 - b. The Board of Directors at its meeting held on 28th January, 2010 has proposed, subject to requisite approvals, to redeem Preference Shares of the nominal value of Rs. 4950 lacs as against their redemption at Par in quarterly installments commencing from 30th June, 2012. Separate Meetings of the holders of the different classes of preference shares are being convened to consider and approve the terms and conditions of redemption. The total amount payable on redemption of preference shares togetherwith premium, if any, as may be approved at the proposed meetings will be drawn out of the General Reserves of the Company.
 - c. The figures for the quarter and nine months period ended 31st December, 2009 are not comparable with the figures of the corresponding periods ,as the figures for the quarter and nine months period ended 31st December, 2008 have not been restated consequent to the above Schemes .This is a matter of reference in the Limited Review Report of the Statutory Auditors.
4. The diluted Earning Per Share has been calculated without taking into account the effect of Equity Shares if any, to be issued on exercise of option by Optionally Convertible Cumulative Redeemable Preference Shareholders, since the total number of Equity Shares to be issued at the fair market value on the date of conversion is not certain.
5. The exceptional items for the nine months ended 31st December, 2008 and previous year ended 31st March, 2009 represents loss on discarding of certain fixed assets.
6. The Accounts have been prepared using the same Accounting Policies and Standards as those followed in previous years. The previous years figures have been regrouped and recast wherever necessary.
7.

a. Number of Investor complaints outstanding at the beginning of the quarter	Nil
b. Number of Investor complaints received during the quarter	2
c. Number of Investor complaints disposed off during the quarter	2
d. Number of Investor complaints lying unresolved	Nil

for **JAYASWAL NECO INDUSTRIES LIMITED**

NAGPUR
28th January, 2010

ARBIND JAYASWAL
MANAGING DIRECTOR

JAYASWAL NECO INDUSTRIES LIMITED.

F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR-440016.

Report of Segment wise Revenue, Results and Capital Employed, under Clause 41 of the Listing Agreement :

(Rs. in Lacs)

Particulars	Quarter ended 31.12.2009 UNAUDITED (3 months)	Corresponding Quarter ended in the previous year 31.12.2008 UNAUDITED (3 months)	Year to date figures for current period 31.12.2009 UNAUDITED (9 months)	Year to date for previous period 31.12.2008 UNAUDITED (9 months)	Previous Accounting year ended 31.12.2009 AUDITED (12 months)
1. Segment Revenue					
a) Steel	39752	33983	117005	105893	147042
b) Iron & Steel Castings	12555	8386	31372	34046	42836
Total	52307	42369	148377	139939	189878
Less : Inter-segment Revenue	1723	1192	4907	8037	9325
Net Sales/Income from Operations	50584	41177	143470	131902	180553
2. Segment Results (Segment Revenue - Segment Expenses)					
a) Steel	4303	(2206)	13919	9462	11558
b) Iron & Steel Castings	913	730	2607	1728	1518
Total	5216	(1476)	16526	11190	13076
Less : i) Interest	(3303)	(3943)	(9861)	(10730)	(11327)
ii) Unallocated Corporate Expenses	(23)	(26)	(118)	(462)	(465)
Add : Unallocated Income	444	429	1290	1159	1573
Total Profit Before Tax	2334	(5016)	7837	1157	2857
3. Capital Employed (Segment Assets - Segment Liabilities)					
a) Steel	130265	42652	130265	42652	120182
b) Iron & Steel Castings	26629	28387	26629	28387	25716
c) Unallocated (Assets - Liabilities)	(92581)	(51209)	(92581)	(51209)	(87053)
Total	64313	19830	64313	19830	58845

Notes :

1) Segments have been identified in line with the Accounting Standard on Segment Reporting (AS 17).

2) Steel Segment is engaged in manufacture and sale of Pig Iron, Billets, Rolled Products including alloy steel , Sponge Iron and its captive power plants at its unit located at Siltara, Raipur and Mining activities in the state of Chhattisgarh, Jharkhand and Maharashtra. Iron and Steel Castings Segment comprises of manufacture and sale of Engineering and Automotive Castings with production facilities at Nagpur, Bhilai and Anjora.

3) The figures for quarter and nine months period ended 31st December, 2009 are not comparable with the figures of the corresponding periods, as the figures for the quarter and nine months period ended 31st December, 2008 have not been restated consequent to the merger of Inertia Iron and Steel Industries Private Limited and Sponge Iron and Power Plants of each of Corporate Ispat Alloys Limited and Abhijeet Infrastructure Limited with the Company.

NAGPUR

ARBIND JAYASWAL
MANAGING DIRECTOR