

Limited Review Report

**Review Report to
The Board of Directors
Adhunik Metaliks Limited**


1. We have reviewed the accompanying statement of unaudited financial results of Adhunik Metaliks Limited ('the Company') for the quarter ended 31st December 2011 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from the disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



S.R. BATLIBOI & CO.

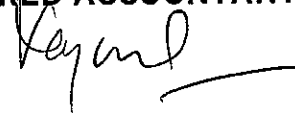
Chartered Accountants

3. *Attention is drawn to claims receivables of Rs 2450.00 lacs accounted for by the Company towards supply of inferior quality of material by its vendors. Pending acceptances of the above claims by the respective vendors, we are unable to opine on the quantification and recoverability of these claims and thus its consequential impact, if any, on the Company's financial results.*
4. Based on our review conducted as above, except for the effect of our observation stated in para 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended)] and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.


For S.R. BATLIBOI & CO.

Firm Registration Number : 301003E

CHARTERED ACCOUNTANTS



Place : Kolkata.

per R. K. AGRAWAL

Partner

Date : 11th February 2012

Membership No. 16667



Adhunik Metaliks Limited

Regd. Office : 14, N.S. Road, Kolkata - 700001

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2011

(₹ in Lacs except for Shares & EPS)

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31st Dec. 2011 (Unaudited)	30th Sep. 2011 (Unaudited)	31st Dec. 2010 (Unaudited)	31st Dec. 2011 (Unaudited)	31st Dec. 2010 (Unaudited)	31st March 2011 (Audited)
INCOME						
Gross Sales / Income from Operations	40,438.27	37,135.77	37,239.59	113,094.86	109,639.65	156,218.50
Less : Excise Duty	2,730.63	2,694.25	3,118.06	7,918.19	9,297.15	12,488.45
Net Sales / Income from Operations	37,707.64	34,441.52	34,121.53	105,176.67	100,342.50	143,730.05
Other Operating Income	269.74	294.99	112.44	781.31	233.38	645.33
Total Operating Income	37,977.38	34,736.51	34,233.97	105,957.98	100,575.88	144,375.38
EXPENDITURE						
Decrease / (Increase) in Stock in trade and Work in Progress	(750.90)	(4,158.03)	(7,614.63)	(5,153.57)	(18,671.69)	(20,200.11)
Consumption of Raw Materials	18,853.28	22,078.71	22,743.61	54,261.73	58,441.16	83,600.51
Purchase of Traded Goods	1,941.25	2,112.11	33.47	5,661.13	1,459.63	1,514.83
Employees Cost	1,171.00	1,229.26	1,518.05	3,722.15	4,216.51	5,778.22
Stores & Spares Consumed	2,579.77	3,097.75	3,345.29	8,369.98	9,783.51	13,100.82
Depreciation	2,274.71	2,266.13	2,202.87	6,761.10	6,576.36	8,757.61
Other Expenditure	6,994.08	8,714.93	8,104.62	22,781.43	24,650.04	33,032.33
Total Expenditure	33,063.19	35,340.86	30,333.28	96,403.95	86,455.52	125,584.21
Profit/(Loss) from Operations before Other Income, Interest & Tax (4-5)	4,914.19	(604.35)	3,900.69	9,554.03	14,120.36	18,791.17
Other Income	61.55	-	-	61.55	101.39	1,901.39
Profit/(Loss) before Interest & Tax (6+7)	4,975.74	(604.35)	3,900.69	9,615.58	14,221.75	20,692.56
Interest (Net)	4,451.51	5,090.37	3,172.49	14,400.01	9,865.47	14,031.95
Profit/(Loss) before Tax (8-9)	524.23	(5,694.72)	728.20	(4,784.43)	4,356.28	6,660.61
Tax Expenses						
Current Tax	-	(77.38)	153.11	-	876.20	974.52
MAT Credit Entitlement	-	(2,939.69)	-	(2,939.69)	-	-
Deferred Tax (Refer Notes No. 2)	(1,556.12)	-	-	(1,556.12)	-	-
Net Profit/(Loss) for the period (10-11)	2,080.35	(2,677.65)	575.09	(288.62)	3,480.08	5,686.09
Paid up Equity Share Capital (Face Value ₹10 per share)	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95
Reserves excluding Revaluation reserves						51,736.53
Earning per share -Basic	1.68*	(2.17)*	0.47*	(0.23)*	2.82*	4.60
-Diluted	1.68*	(2.17)*	0.47*	(0.23)*	2.82*	4.60
Aggregate of Public Shareholding						
- Number of Shares	52,835,885	54,936,235	54,936,235	52,835,885	54,936,235	54,936,235
- Percentage of Shareholding	42.83	44.48	44.48	42.83	44.48	44.48
Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number of Shares	14286000	11100000	11100000	14286000	11100000	11100000
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	20.23	16.19	16.19	20.23	16.19	16.19
- Percentage of Shares (as a % of the total share capital of the company)	11.57	8.99	8.99	11.57	8.99	8.99
b) Non-encumbered						
- Number of Shares	56318408	57463301	57463301	56318408	57463301	57463301
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	79.77	83.81	83.81	79.77	83.81	83.81
- Percentage of Shares (as a % of the total share capital of the company)	45.60	46.53	46.53	45.60	46.53	46.53

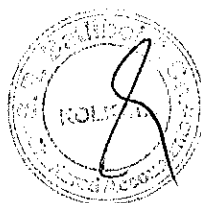
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- 1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 11, 2012.
- 2) In view of the revised profitability projections based on additional contribution arising due to raising and consumption of Iron ore from its captive mines which is expected to be operational in the near future, the Company has recognized during the current quarter, net deferred tax assets of ₹ 1,556.12 lacs for nine months period ended 31st December 2011 in the profit and loss account. Although the Company, in terms of the order of the Hon'ble High Court of Calcutta had utilized the securities premium account towards meeting the net deferred tax liability in the earlier years, yet based on a legal opinion, net deferred tax assets of ₹ 1,556.12 lacs for the period ended 31st December 2011 (after adjusting deferred tax liability of ₹ 211.06 lacs for the quarter) has been adjusted in the profit and loss account instead of securities premium account.
- 3) The above financial results do not include the consolidated financial results of the Company. The consolidated results of the company and its subsidiaries are being published separately.
- 4) As the Company's business activity falls within a single primary business segment, viz. "Iron & Steel Products", the disclosure requirements of Accounting Standard - 17 "Segment Reporting", as notified by the Companies (Accounting Standards) Rules 2006 (as amended) are not applicable.
- 5) In terms of amended clause 41 of the listing agreement, details of number of investor complaints for the quarter ended December 2011 : Beginning - Nil, Received- 14 , Disposed off - 14 and Closing Nil.
- 6) There are no exceptional / extraordinary items during the period reported above.
- 7) Prior Period Figures have been regrouped/rearranged wherever necessary.

ice : Kolkata
te: February 11, 2012



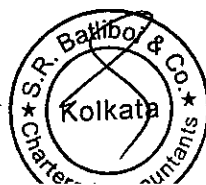
For and on behalf of the Board

Manoj Kumar Agarwal
Manoj Kumar Agarwal
Managing Director

Limited Review Report

**Review Report to
The Board of Directors
Adhunik Metaliks Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Adhunik Metaliks Limited ('the Company') and its subsidiaries and joint venture (together, 'the Group'), for the quarter ended 31th December 2011 (the "Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from the disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. In respect of unaudited quarterly consolidated financial results, we did not review the statement of unaudited financial results of two subsidiaries and one joint venture, whose unaudited quarterly financial results reflect total revenue of Rs. 7141.68 lacs and total loss before tax of Rs. 142.95 lacs for the quarter ended 31st December 2011. The financial information for these subsidiaries and Joint Venture have been reviewed by the other auditors whose reports have been furnished to us, and our review report on the quarterly financial results is based solely on the reports of the other auditors.



S.R. BATLIBOI & CO.


Chartered Accountants

4. *Attention is drawn to claims receivables of Rs 2450.00 lacs accounted for by the Company towards supply of inferior quality of material by its vendors. Pending acceptances of the above claims by the respective vendors, we are unable to opine on the quantification and recoverability of these claims and thus its consequential impact, if any, on the Company's financial results.*
5. Based on our review conducted as above, except for the effect of our observation stated in para 4 above, and on consideration of the reports of other auditors on the unaudited separate quarterly financial results including other financial information of the components, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated financial results prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.


For S.R. BATLIBOI & CO.

Firm Registration Number : 301003E

CHARTERED ACCOUNTANTS



Place : Kolkata.

per R. K. AGRAWAL

Partner

Date : 11th February 2012

Membership No. 16667

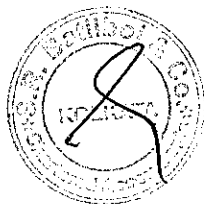


Adhunik Metaliks Limited
 Regd. Office : 14, N.S. Road, Kolkata - 700001
UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2011

(₹ in Lacs except for Shares & EPS)

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31st December 2011 (Unaudited)	30th September 2011 (Unaudited)	31st December 2010 (Unaudited)	31st December 2011 (Unaudited)	31st December 2010 (Unaudited)	31st March 2011 (Audited)
1	INCOME						
	Gross Sales / Income from Operations	50,969.30	47,978.77	46,844.65	148,169.18	133,611.51	192,132.12
	Less : Excise Duty	3,311.17	3,178.57	3,338.10	9,363.05	9,601.11	12,790.94
2	Net Sales / Income from Operations	47,658.13	44,800.20	43,506.55	138,806.13	124,210.40	179,341.18
3	Other Operating Income	600.02	962.06	546.49	1,986.28	1,233.45	1,459.74
4	Total Operating Income	48,258.15	45,762.26	44,053.04	140,792.41	125,443.85	180,800.92
5	EXPENDITURE						
a)	Decrease / (Increase) in Stock in trade and Work in Progress	1,768.97	(6,196.84)	(8,258.48)	(4,781.94)	(19,494.15)	(24,237.35)
b)	Consumption of Raw Materials	15,016.52	22,078.27	19,329.61	50,334.63	48,069.22	70,395.39
c)	Purchase of Traded Goods	1,841.24	2,112.11	33.47	5,661.13	1,459.63	1,514.83
d)	Employees Cost	2,021.50	2,154.95	2,240.69	6,340.39	6,121.98	8,372.50
e)	Stores & Spares Consumed	2,858.07	3,605.69	3,633.49	9,647.23	10,407.74	14,138.54
f)	Depreciation	3,468.32	3,330.99	2,676.82	10,156.92	8,010.88	11,050.49
g)	Other Expenditure	12,454.66	13,956.08	12,409.11	38,739.04	37,876.68	54,484.49
	Total Expenditure	39,529.28	41,041.45	32,064.71	116,097.40	92,451.98	135,718.89
6	Profit/(Loss) from Operations before Other Income, Interest & Exceptional Items (4-5)	8,728.87	4,720.81	11,988.33	24,695.01	32,991.87	45,082.03
7	Other Income	-	-	-	-	101.39	101.39
8	Profit/(Loss) before Interest & Exceptional Items (6+7)	8,728.87	4,720.81	11,988.33	24,695.01	33,093.26	45,183.42
9	Interest (Net)	6,784.31	7,492.29	5,131.08	21,045.06	14,104.33	18,282.39
10	Profit/(Loss) before Tax (8-9)	1,944.56	(2,771.48)	6,857.25	3,649.95	18,988.93	26,901.03
11	Tax Expenses						
a)	Current Tax	574.26	344.59	1,294.61	2,038.24	3,985.80	5,790.29
b)	Income Tax relating to Earlier Years	1.61	(50.23)	-	(48.62)	12.57	12.57
c)	MAT Credit Entitlement	(855.58)	(2,939.69)	-	(3,795.27)	-	-
d)	Deferred Tax	(674.93)	533.66	113.07	390.85	291.71	2,530.44
12	Net Profit after Tax but before Minority Interest (10-11)	2,899.20	(659.81)	5,449.67	5,064.75	14,698.85	18,567.73
13	Minority Interest	6.27	(107.58)	38.64	(114.48)	11.16	136.74
14	Loss on Disposal of a Subsidiary Company (refer note 3)	581.67	-	-	581.67	-	-
15	Net Profit (12-13-14)	2,311.26	(562.23)	5,410.93	4,697.66	14,687.69	18,430.99
16	Paid up Equity Share Capital (Face Value ₹10 per share)	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95
17	Reserves excluding Revaluation reserves						74,691.12
18	Earning per share -Basic	1.87*	(0.45)*	4.38*	3.72*	11.89*	14.92
	-Diluted	1.87*	(0.45)*	4.38*	3.72*	11.89*	14.92
19	Aggregate of Public Shareholding						
	- Number of Shares	52,895,128	54,936,235	54,936,235	52,895,128	54,936,235	54,936,235
	- Percentage of Shareholding	42.83	44.48	44.48	42.83	44.48	44.48
20	Promoters and Promoter Group Shareholding						
a)	Pledged/Encumbered						
	- No of Shares	14,286,000	11,100,000	11,100,000	14,286,000	11,100,000	11,100,000
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	20.23	16.19	16.19	20.23	16.19	16.19
	- Percentage of Shares (as a % of the total share capital of the company)	11.57	8.99	8.99	11.57	8.99	8.99
b)	Non-encumbered						
	- No of Shares	56,318,408	57,463,301	57,463,301	56,318,408	57,463,301	57,463,301
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	79.77	83.81	83.81	79.77	83.81	83.81
	- Percentage of Shares (as a % of the total share capital of the company)	45.60	46.53	46.53	45.60	46.53	46.53

* Not annualised



Notes :

- (1) The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 11, 2012.
- (2) In view of the revised profitability projections based on additional contribution arising due to raising and consumption of iron ore from its captive mines which is expected to be operational in the near future, the Company has recognized during the current quarter, net deferred tax assets of ₹ 1,556.12 lacs for nine months period ended 31st December 2011 in the profit and loss account. Although the Company, in terms of the order of the Hon'ble High Court of Calcutta had utilized the securities premium account towards meeting the net deferred tax liability in the earlier years, yet based on a legal opinion, net deferred tax assets of ₹ 1,556.12 lacs for the period ended 31st December 2011 (after adjusting deferred tax liability of ₹ 211.06 lacs for the quarter) has been adjusted in the profit and loss account instead of securities premium account.
- (3) During the quarter the company has disposed off its subsidiary "Adhunik Power and Transmission Limited" (Formerly Known as Unistar Galvanisers & Fabricators Ltd.) w.e.f 1st November 2011.
- (4) The Unaudited Consolidated Financial Results, which relates to the Company and its subsidiaries Adhunik Power Transmission Limited, (Formerly known as Unistar Galvanisers & Fabricators Ltd.), Orissa Manganese & Minerals Ltd., Neepez V Forge (India) Ltd., Adhunik Power & Natural Resources Ltd. and Joint Venture United Minerals, a partnership firm, have been prepared in accordance with the principles and procedures for the preparation and presentation of Consolidated Accounts as set out in Accounting Standards (AS 21 & AS 27) as notified by the Companies (Accounting Standards) Rules, 2006 (as amended).
- (5) In case of Orissa Manganese & Minerals Limited, a wholly owned subsidiary company, the Iron Ore Pellet Plant having achieved its technical parameters of operation and stabilization of production efficiency, has commenced the commercial production as at 1st December, 2011. Accordingly, fixed assets amounting to Rs 15,129.26 Lacs (including proportionate allocation of preoperative and trial run expenditure) have been capitalised during the quarter.
- (6) In terms of amended clause 41 to the listing agreement, details of number of investor complaints for the quarter ended December 31, 2011 are as follows: Beginning - nil, Received - 14, Disposed off - 14 and Closing Nil.
- (7) There are no exceptional & extraordinary items during the respective periods reported above.
- (8) In accordance with Clause 41 of the Listing Agreement, the company has published consolidated financial results. The unaudited standalone financial results of the company will, however be available on the company's website : www.adhunikgroup.com and/or the website of BSE (www.bseindia.com) and / or NSE (www.nseindia.com). Key standalone financial information are given below:

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31st December 2011 (Unaudited)	30th September 2011 (Unaudited)	31st December 2010 (Unaudited)	31st December 2011 (Unaudited)	31st December 2010 (Unaudited)	31st March 2011 (Audited)
Net Sales / Income from Operations	37,707.64	34,441.52	34,121.53	105,178.87	100,342.50	143,730.05
Profit/(Loss) before Tax	524.23	(5,694.72)	728.20	(4,784.43)	4,356.28	6,660.61
Profit/(Loss) After Tax	2,080.35	(2,677.65)	575.09	(288.62)	3,480.08	5,886.09

(9) Previous period figures have been re-grouped/re-arranged wherever necessary.

Segment-wise Revenue, Results and Capital Employed

	Quarter Ended			Nine Months Ended		Year Ended
	31st December 2011 (Unaudited)	30th September 2011 (Unaudited)	31st December 2010 (Unaudited)	31st December 2011 (Unaudited)	31st December 2010 (Unaudited)	31st March 2011 (Audited)
Segment Revenue *						
a. Iron & Steel	41,509.08	39,560.06	35,678.00	118,316.52	104,067.50	149,310.23
b. Mining	7,580.66	7,333.57	11,253.18	26,966.46	30,623.54	43,803.72
c. Power	-	-	-	-	-	-
Total	49,089.74	46,893.63	46,931.18	145,282.98	134,691.04	193,113.95
Less : Inter segment revenue	1,431.61	2,093.43	3,424.63	6,476.65	10,480.64	13,772.77
Net sales/income from operations	47,658.13	44,800.20	43,506.55	138,806.13	124,210.40	179,341.18
Segment Results						
a. Iron & Steel	5,385.71	125.65	4,004.01	11,756.60	13,380.47	17,669.65
b. Mining	3,345.21	4,597.66	7,984.32	12,945.66	19,611.40	27,437.51
c. Power	-	-	-	-	-	-
Profit/(loss) before tax and interest	8,730.92	4,723.31	11,988.33	24,702.26	32,991.87	45,107.16
Less : i. Interest (Net)	6,764.31	7,492.29	5,131.08	21,045.06	14,104.33	18,262.39
ii. Other un-allocable expenditure net off un-allocable income.	2.05	2.50	-	7.25	(101.39)	(76.26)
Profit/(loss) before tax	1,964.56	(2,771.48)	6,857.25	3,649.95	18,988.93	26,901.03
Capital Employed						
(Segment assets— Segment Liabilities).						
a. Iron & Steel	272,109.43	266,880.65	226,062.00	272,109.43	228,062.00	258,701.00
b. Mining	48,421.62	39,219.99	48,748.74	48,421.62	48,748.74	32,764.99
c. Power	208,106.42	181,783.04	108,077.03	208,106.42	108,077.03	127,967.03
d. Unallocated Assets and Liabilities	12,442.00	14,794.53	15,823.04	12,442.00	15,823.04	5,824.65
Total	541,079.47	502,678.20	398,710.81	541,079.47	398,710.81	425,277.63

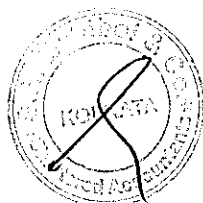
* Net of Excise Duty and Sales Tax

Note :

Business Segment : The Group is primarily engaged in the business of manufacturing and sale of iron and steel products. However, besides Iron & Steel, the Group has also identified Mining and Power as reportable segment in terms of Accounting Standard 17 on "Segment Reporting". The Power segment consists of the subsidiary Adhunik Power and Natural Resources Limited, which is under construction stage, hence no segment revenue and results are appearing in the segment disclosure. However, Capital Employed there against is reflected above.

For and on behalf of the Board

Place : Kolkata
Date : February 11, 2012



Manoj Kumar Agarwal
Managing Director