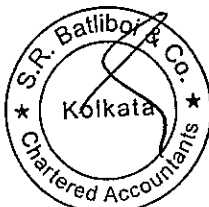


**Limited Review Report****Review Report to  
The Board of Directors  
Adhunik Metaliks Limited**

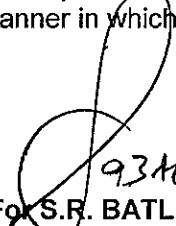
1. We have reviewed the accompanying statement of unaudited consolidated financial results of Adhunik Metaliks Limited ('the Company') and its subsidiaries and joint venture (together, 'the Group'), for the quarter ended December 31, 2010 (the "Statement"), being submitted by the Company pursuant to 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 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 three subsidiaries and one joint venture, whose unaudited quarterly financial results reflect total revenue of Rs. 3500.87 lacs and total profit before tax of Rs. 258.42 lacs for the quarter ended December 31, 2010. 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.
4. We report that the accompanying Statement of unaudited quarterly consolidated financial results has been prepared by the Adhunik Metaliks Limited's management in accordance with the requirements of Accounting Standard (AS) 21, Consolidated financial statements and Accounting Standard (AS) 27, Financial Reporting of Interests in Joint Ventures notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended).
5. Without qualifying our review report, we draw attention to utilisation of Securities Premium Account of Rs. 1084.68 lacs for the nine months ended 31<sup>st</sup> December, 2010 (including Rs 323.05 lacs for the quarter) towards meeting the net deferred tax liability, pursuant to the order of Hon'ble High Court of Calcutta dated March 29, 2010. The above accounting treatment is not in line with the Accounting Standard 22 "Accounting for Taxes on Income" as notified by the Companies (Accounting Standards) Rules 2006 (as amended).



# **S.R. BATLIBOI & Co.**

**Chartered Accountants**

6. Based on our review conducted as above and on consideration of the reports of other auditors on the unaudited separate quarterly financial results and on the 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 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

  
per **R. K. Agrawal**  
Partner  
Membership No.: 16667

Place: Kolkata  
Date: February 11, 2011

# Adhunik Metaliks Limited

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER 2010

(₹ in Lacs except for Shares & EPS)

	Particulars	Quarter Ended		Nine Months Ended		Year Ended
		31st Dec. 2010 (Unaudited)	31 Dec. 2009 (Unaudited)	31st Dec. 2010 (Unaudited)	31 Dec. 2009 (Unaudited)	31 March 2010 (Audited)
	<b>INCOME</b>					
1	Gross Sales / Income from Operations	46,844.65	38,650.83	133,811.51	106,682.38	153,950.77
	Less : Excise Duty	3,338.10	2,317.65	9,601.11	6,011.34	8,986.06
2	Net Sales / Income from Operations	43,506.55	36,333.18	124,210.40	100,671.04	144,964.71
3	Other Operating Income	546.49	515.01	1,233.45	945.10	1,797.68
4	<b>Total Operating Income</b>	<b>44,053.04</b>	<b>36,848.19</b>	<b>125,443.85</b>	<b>101,616.14</b>	<b>146,762.39</b>
	<b>EXPENDITURE</b>					
a)	Decrease / (Increase) in Stock in trade and Work in Progress	(8,258.48)	(857.17)	(19,494.15)	(4,211.49)	(11,386.05)
b)	Consumption of Raw Materials	19,329.61	9,732.65	48,069.22	34,485.40	52,429.13
c)	Purchase of Traded Goods	33.47	1,712.42	1,459.63	6,944.85	9,650.95
d)	Employees Cost	2,240.69	1,585.55	6,121.98	3,982.95	5,734.08
e)	Stores & Spares Consumed	3,633.49	3,246.00	10,407.74	8,252.76	12,039.24
f)	Depreciation	2,676.82	1,738.44	8,010.88	4,717.11	6,767.08
g)	Other Expenditure	12,409.11	10,199.80	37,876.68	25,589.93	38,263.64
	<b>Total Expenditure</b>	<b>32,064.71</b>	<b>27,357.69</b>	<b>92,451.98</b>	<b>79,761.51</b>	<b>113,498.07</b>
6	<b>Profit/(Loss) from Operations before Other Income, Interest &amp; Exceptional Items (4-5)</b>	<b>11,988.33</b>	<b>9,490.50</b>	<b>32,991.87</b>	<b>21,854.63</b>	<b>33,264.32</b>
7	Other Income	-	200.00	101.39	200.00	200.00
8	<b>Profit/(Loss) before Interest &amp; Exceptional Items (6+7)</b>	<b>11,988.33</b>	<b>9,690.50</b>	<b>33,093.26</b>	<b>22,054.63</b>	<b>33,464.32</b>
9	Interest & Finance Charges (Net)	5,131.08	4,102.30	14,104.33	10,323.37	13,463.04
10	<b>Profit/(Loss) before Tax (8-9)</b>	<b>6,857.25</b>	<b>5,588.20</b>	<b>18,988.93</b>	<b>11,731.26</b>	<b>20,001.28</b>
11	Tax Expenses					
a)	Current Tax	1,294.61	1,615.43	3,985.80	3,404.68	5,442.04
b)	Income Tax relating to Earlier Years/ (Excess Provision for Taxation Written Back	-	-	12.57	(17.04)	256.33
c)	Deferred Tax	113.07	176.48	291.71	198.75	595.82
d)	Fringe Benefit Tax	-	-	-	-	-
12	<b>Net Profit after Tax but before Minority Interest (10-11)</b>	<b>5,449.57</b>	<b>3,796.29</b>	<b>14,698.85</b>	<b>8,144.87</b>	<b>13,707.09</b>
13	Minority Interest	38.64	(30.13)	11.16	(4.75)	(28.42)
14	<b>Net Profit (12-13)</b>	<b>5,410.93</b>	<b>3,826.42</b>	<b>14,687.69</b>	<b>8,149.62</b>	<b>13,735.51</b>
15	<b>Paid up Equity Share Capital (Face Value ₹10 per share)</b>	<b>12,349.95</b>	<b>11,946.62</b>	<b>12,349.95</b>	<b>11,946.62</b>	<b>12,349.95</b>
16	Reserves excluding Revaluation reserves	-	-	-	-	59,702.13
17	Earning per share -Basic	4.38*	3.44*	11.89*	7.80*	12.24
	-Diluted	4.38*	3.44*	11.89*	7.62*	12.03
18	Aggregate of Public Shareholding					
	- Number of Shares	54,936,235	40,975,835	54,936,235	40,975,835	54,936,235
	- Percentage of Shareholding	44.48	35.98	44.48	38.84	44.48
19	Promoters and Promoter Group Shareholding					
a)	Pledged/Encumbered					
	- No of Shares	11,100,000	11,100,000	11,100,000	11,100,000	11,100,000
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	16.19	17.20	16.19	17.20	16.19
	- Percentage of Shares (as a % of the total share capital of the company)	8.99	10.52	8.99	10.52	8.99
b)	Non-encumbered					
	- No of Shares	57,463,301	53,429,979	57,463,301	53,429,979	57,463,301
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	83.81	82.80	83.81	82.80	83.81
	- Percentage of Shares (as a % of the total share capital of the company)	46.53	50.64	46.53	50.64	46.53

\* Not annualised



*Manager - General*

# Segment-wise Revenue, Results and Capital Employed

(₹. in lacs)

	Quarter Ended		Nine Months Ended		Year Ended
	31st Dec. 2010 (Unaudited)	31st Dec. 2009 (Unaudited)	31st Dec. 2010 (Unaudited)	31 Dec. 2009 (Unaudited)	31st March 2010 (Audited)
<b>Segment Revenue *</b>					
a. Iron & Steel	35,678.00	31,493.13	104,067.50	88,702.46	128,472.10
b. Mining	11,253.18	6,045.60	30,623.54	14,781.60	25,364.92
c. Others	-	-	-	-	-
<b>Total</b>	<b>46,931.18</b>	<b>37,538.73</b>	<b>134,691.04</b>	<b>103,484.06</b>	<b>153,837.02</b>
Less : Inter segment revenue	3,424.63	1,205.55	10,480.64	2,813.02	8,872.31
<b>Net sales/income from operations</b>	<b>43,506.55</b>	<b>36,333.18</b>	<b>124,210.40</b>	<b>100,671.04</b>	<b>144,964.71</b>
<b>Segment Results</b>					
a. Iron & Steel	4,004.01	5,502.37	13,380.46	13,179.26	18,531.71
b. Mining	7,984.32	3,988.13	19,611.40	8,675.37	14,732.61
c. Others	-	-	-	-	-
<b>Profit/(loss) before tax and interest</b>	<b>11,988.33</b>	<b>9,490.50</b>	<b>32,991.87</b>	<b>21,854.63</b>	<b>33,264.32</b>
Less : i. Interest & Finance Charges (Net)	5,131.08	4,102.30	14,104.33	10,323.37	13,463.04
ii. Other un-allocable expenditure net off un-allocable income.	-	(200.00)	(101.39)	(200.00)	(200.00)
<b>Profit/(loss) before tax</b>	<b>6,857.25</b>	<b>5,588.20</b>	<b>18,988.93</b>	<b>11,731.26</b>	<b>20,001.28</b>
<b>Capital Employed</b>					
(Segment assets- Segment Liabilities).					
a. Iron & Steel	226,062.00	205,732.49	226,062.00	205,732.49	205,961.53
b. Mining	48,748.74	14,625.61	48,748.74	14,625.61	18,873.95
c. Others	108,077.03	39,009.49	108,077.03	39,009.49	46,756.80
d . Unallocated Assets and Liabilities	15,823.04	4,767.58	15,823.04	4,767.58	14,825.64
<b>Total</b>	<b>398,710.81</b>	<b>264,135.17</b>	<b>398,710.81</b>	<b>264,135.17</b>	<b>286,417.92</b>

\* Net of Excise Duty and Sales Tax

Note :

(i) 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 pre-operative stage, hence no segment revenue and results are appearing in the segment disclosure. However, Capital Employed there against is included under "Others".

(ii) Geographical Segment : The group primarily operates in India and therefore the analysis of geographical segment is demarcated into its Indian and Overseas Operations.

## Notes:

- 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, 2011.
- In terms of the dictated order dated March 29,2010 of the Hon'ble High Court of Calcutta, net deferred tax liability amounting to ₹ 323.05 Lacs for the quarter and ₹ 1084.68 Lacs for nine months ended 31st December 2010 has been adjusted against Securities Premium Account.
- The 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., Neepaz 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).
- Pursuant to the scheme of amalgamation as sanctioned by The Hon'ble High Court of Calcutta and the Hon'ble High Court of Orissa vide their Orders dated September 16, 2009 and December 16, 2009 respectively, Sri M.P. Ispat & Power Private Limited and Vedvyas Ispat Limited have been amalgamated with the Company with effect from 1st April 2008 (being the appointed date) in the last quarter of the financial year 2009-10. To the extent of the above amalgamation, the results of the current quarter/period are not comparable to that of the corresponding quarter/period of the previous year.
- There are no exceptional / extraordinary items during the period reported above.
- Prior Period Figures have been regrouped/rearranged wherever necessary.

Place : Kolkata  
Date : February 11, 2011



For and on behalf of the Board

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 financial results of Adhunik Metaliks Limited ('the Company') for the quarter ended December 31, 2010 ('the Statement'), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from 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. Without qualifying our review report, we draw attention to utilisation of Securities Premium Account of Rs. 1084.68 lacs for the nine months ended 31<sup>st</sup> December, 2010 (including Rs 323.05 lacs for the quarter) towards meeting the net deferred tax liability, pursuant to the order of Hon'ble High Court of Calcutta dated March 29, 2010. The above accounting treatment is not in line with the Accounting Standard 22 "Accounting for Taxes on Income" (AS-22) as notified by the Companies (Accounting Standards) Rules 2006 (as amended).
4. Based on our review conducted as 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

**per R. K. Agrawal**  
Partner  
Membership No.: 16667

Place: Kolkata  
Date: February 11, 2011

# Adhunik Metaliks Limited

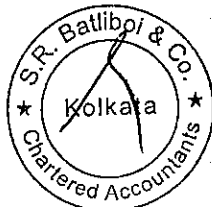
Regd. Office : 14, N.S. Road, Kolkata - 700001

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER 2010

(₹ in Lacs except for Shares & EPS)

	Particulars	Quarter Ended		Nine Months Ended		Year Ended
		31 Dec. 2010 (Unaudited)	31 Dec. 2009 (Unaudited)	31 Dec. 2010 (Unaudited)	31 Dec. 2009 (Unaudited)	31 March 2010 (Audited)
	<b>INCOME</b>					
1	Gross Sales / Income from Operations	37,239.59	32,440.81	109,639.65	94,233.06	134,550.12
	Less : Excise Duty	3,118.06	2,153.84	9,297.15	5,914.27	8,691.17
2	Net Sales / Income from Operations	34,121.53	30,286.97	100,342.50	88,318.79	125,858.95
3	Other Operating Income	112.44	516.37	233.38	932.64	1,678.33
4	Total Operating Income	34,233.97	30,803.34	100,575.88	89,251.43	127,537.28
5	<b>EXPENDITURE</b>					
a)	Decrease / (Increase) in Stock in trade and Work in Progress	(7,614.63)	943.19	(18,671.69)	(753.32)	(6,417.05)
b)	Consumption of Raw Materials	22,743.61	10,363.67	58,441.16	36,483.01	59,236.98
c)	Purchase of Traded Goods	33.47	1,712.42	1,459.63	6,944.32	9,650.43
d)	Employees Cost	1,518.05	1,142.27	4,216.51	2,934.67	4,232.19
e)	Stores & Spares Consumed	3,345.29	3,098.51	9,783.51	8,092.37	11,591.18
f)	Depreciation	2,202.87	1,436.62	6,576.36	4,137.37	5,823.45
g)	Other Expenditure	8,104.62	6,779.72	24,650.04	18,238.52	24,845.22
	Total Expenditure	30,333.28	25,476.40	86,455.52	76,076.94	108,962.40
6	Profit/(Loss) from Operations before Other Income, Interest & Tax (4-5)	3,900.69	5,326.94	14,120.36	13,174.49	18,574.88
7	Other Income	-	-	101.39	-	-
8	Profit/(Loss) before Interest & Tax (6+7)	3,900.69	5,326.94	14,221.75	13,174.49	18,574.88
9	Interest & Finance Charges (Net)	3,172.49	3,481.53	9,865.47	9,169.92	11,785.51
10	Profit/(Loss) before Tax (8-9)	728.20	1,845.41	4,356.28	4,004.57	6,789.37
11	Tax Expenses					
a)	Current Tax	153.11	313.66	876.20	685.71	1,125.84
b)	Income Tax relating to Earlier Years	-	-	-	-	272.85
c)	Fringe Benefit Tax	-	-	-	-	-
12	Net Profit/(Loss) for the period (10-11)	575.09	1,531.75	3,480.08	3,318.86	5,390.68
13	Paid up Equity Share Capital (Face Value ₹10 per share)	12,349.95	11,946.62	12,349.95	11,946.62	12,349.95
14	Reserves excluding Revaluation reserves	-	-	-	-	49,200.48
15	Earning per share -Basic	0.47*	1.38*	2.82*	3.18*	4.80
	-Diluted	0.47*	1.38*	2.82*	3.12*	4.74
16	Aggregate of Public Shareholding					
	- Number of Shares	54,936,235	54,936,235	54,936,235	54,936,235	54,936,235
	- Percentage of Shareholding	44.48	45.98	44.48	45.98	44.48
17	Promoters and Promoter Group Shareholding					
a)	Pledged/Encumbered					
	- No of Shares	11100000	11100000	11100000	11100000	11100000
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	16.19	17.20	16.19	17.20	16.19
	- Percentage of Shares (as a % of the total share capital of the company)	8.99	9.28	8.99	9.28	8.99
b)	Non-encumbered					
	- No of Shares	57463301	53429979	57463301	53429965	57463301
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	83.81	82.80	83.81	82.80	83.81
	- Percentage of Shares (as a % of the total share capital of the company)	46.53	44.72	46.53	44.72	46.53

\* Not annualised

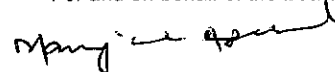


*Manager - Accounts*

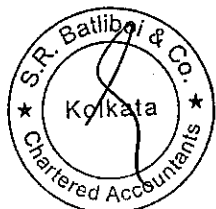
**Notes:**

- (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, 2011.
- (2) In terms of the dictated order dated March 29, 2010 of the Hon'ble High Court of Calcutta, net deferred tax liability amounting to ₹ 323.05 lacs for the quarter and ₹ 1084.68 Lacs for nine months ended 31st December 2010 has been adjusted against 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 31, 2010: beginning - nil, received & disposed off - 29, Closing Nil.
- (6) There are no exceptional / extraordinary items during the period reported above.
- (7) Pursuant to the scheme of amalgamation as sanctioned by The Hon'ble High Court of Calcutta and the Hon'ble High Court of Orissa vide their Orders dated September 16, 2009 and December 16, 2009 respectively, Sri M.P. Ispat & Power Private Limited and Vedvyas Ispat Limited have been amalgamated with the Company with effect from 1st April 2008 (being the appointed date) in the last quarter of the financial year 2009-10. To the extent of the above amalgamation, the results of the current quarter/period are not comparable to that of the corresponding previous quarter/period in the previous year.
- (8) Prior Period Figures have been regrouped/rearranged wherever necessary.

For and on behalf of the Board



Manoj Kumar Agarwal  
Managing Director



Place : Kolkata  
Date: February 11, 2011