

MUKAND
infinite resolve

MUKAND LIMITED

Regd. Office : Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021
STANDALONE FINANCIAL RESULTS FOR TWELVE MONTHS ENDED MARCH 31,2011

Rs. in lakhs

Particulars	Twelve months ended	
	31-Mar-11	31-Mar-10
	Audited	Audited
(1) INCOME		
Net Sales and Other Operating Income		
a) Gross Sales	276,159.85	214,165.21
Less : Excise Duty Recovered	24,131.48	15,993.43
Net Sales	252,028.37	198,171.78
b) Other Operating Income	3,544.10	2,648.94
Net Sales and Other Operating Income	255,572.47	200,820.72
(2) EXPENDITURE		
a) (Increase) / Decrease in Stock in Trade	(16,941.86)	(10,410.91)
b) Consumption of Raw Materials	137,913.94	86,331.89
c) Purchase of Goods for Trade	3,496.00	4,479.19
d) Stores, Spares, Components, Tools, etc. consumed	35,735.74	33,563.74
e) Staff Costs	12,546.62	9,625.13
f) Power & Fuel	17,904.20	15,145.67
g) Other Expenditure	37,269.92	34,849.80
h) Depreciation /Amortisation	6,780.69	6,354.62
Total Expenditure	234,705.25	179,939.13
(3) Profit from Operations before Write Offs, Other Income & Interest	20,867.22	20,881.59
(4) Bad Debts / Advances written off	(2,801.26)	
(5) Profit from Operations before Other Income & Interest	18,065.96	20,881.59
(6) Other Income :		
a) Net Income from transfer of Land	3,849.90	
b) Other Income	484.21	473.21
(7) Finance and Lease Charges (net)	(16,264.33)	(15,154.62)
(8) Profit from ordinary activities before Tax	6,135.74	6,200.18
(9) Less : Provision for Taxation	1,469.36	(5.49)
(10) Profit from ordinary activities after Tax	4,666.38	6,205.67
(11) Prior Period Adjustments (net)	(0.70)	(6.41)
(12) Net Profit for the period	4,665.68	6,199.26

MUKAND LIMITED

Rs. in lakhs

		Twelve months ended	
		31-Mar-11	31-Mar-10
		Audited	Audited
(13)	Paid-up Equity Share Capital (Face value Rs 10/- per share)	7,312.57	7,312.57
(14)	Reserves (excluding Revaluation Reserve)	47,163.94	43,348.08
(15)	Earnings per Share (EPS) - Rs	6.38	8.48
(16)	Public Shareholding		
	Number of Shares	32,832,001	32,880,745
	Percentage of Shareholding	44.91%	44.97%
(17)	Disclosure in respect of pledged shares of Promoters and Promoter Group		
	Shares held by Promoters & Promoter Group - Nos. (A)	40,282,128	40,233,384
	Percentage of Total Share Capital	55.09%	55.03%
	Pledged / Encumbered - No. of Shares	16,935,735	16,395,975
	Percentage of Total Share Capital	23.16%	22.43%
	Percentage of (A)	42.04%	40.75%
	Non Encumbered - No. of Shares	23,346,393	23,837,409
	Percentage of Total Share Capital	31.93%	32.60%
	Percentage of (A)	57.96%	59.25%

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MUKAND LIMITED

Rs. in lakhs

		Twelve months ended	
		31-Mar-11	31-Mar-10
		Audited	Audited
SEGMENT REVENUE (net of Excise Duty)			
1)	Steel	223,993.37	165,188.37
2)	Industrial Machinery	26,929.38	30,310.50
3)	Road Construction	1,462.14	2,853.94
4)	Other Products	306.93	—
	Sub-total	252,691.82	198,352.81
	Less : Inter Segment Revenue	(663.45)	(181.03)
	Total Segment Revenue (net of Excise Duty)	252,028.37	198,171.78
SEGMENT RESULT			
1)	Steel	13,352.68	16,241.07
2)	Industrial Machinery	8,022.48	7,357.01
3)	Road Construction	(1,144.02)	(1,986.31)
4)	Other Products	143.87	—
	Less : Inter segment margin	(25.72)	(3.30)
	Total Segment Result	20,349.29	21,608.47
	Add / (Less) :		
	Other net un-allocable (expenditure) / income	2,050.08	(260.08)
	Profit before Interest	22,399.37	21,348.39
	Add / (Less) :		
	Finance / Lease charges (net)	(16,264.33)	(15,154.62)
	Profit after Prior period adjustments and before tax	6,135.04	6,193.77
Capital Employed as on		31-Mar-11	31-Mar-10
1)	Steel	# 308,577.79	276,538.92
2)	Industrial Machinery	39,334.81	30,392.83
3)	Road Construction	18,108.19	19,269.09
4)	Other Products	5,337.51	—
5)	Unallocable (net)	(147,520.48)	(141,077.72)
	Total Net Capital Employed	223,837.82	185,123.12

Includes further revaluation made in Mar'11

Notes :

1. Management's response to the qualifications of the auditors on the financial statements for the year ended 31.03.2011 :
 - a. Advances due from and investments made in Vidyavihar Containers Limited (VCL), aggregating Rs.11,063.79 Lakhs as at 31st March 2011 has reduced to Rs.10,975.99 Lakhs. After close of the year, Company has realized an amount of Rs.1,300.00 Lakhs towards these dues. The Company, barring any significant uncertainties in future, relies upon the VCL management's estimation of realizable values of the financial assets of VCL, and the Company also relies upon VCL management's estimation of its additional expected realization from its real estate development arrangement with a developer, to be able to recover its Exposures;
 - b. Investments made in and outstanding loans to Mukand Global Finance Limited (MGFL), aggregating Rs. 2,684.95 Lakhs as at 31st March 2010 has reduced to Rs.2,624.95 Lakhs as at 31st March 2011. The Company is in the process of disposing off this investment and is negotiating the sale;
 - c. The debts due from Bombay Forgings Ltd. (BFL), aggregating Rs.8,033.36 Lakhs as at 31st March 2010 has reduced to Rs.6,697.74 Lakhs as at 31st March 2011. The Company, considering its long-term view on the Exposures, barring any significant uncertainties in future relies upon the projected future earnings from the business activities of BFL which are considered by the management to be adequate.
 - d. The debts and advances due from Stainless India Ltd. (SIL), aggregating Rs. 5,869.90 Lakhs as at 31st March 2010 has reduced to Rs.3,965.99 Lakhs as at 31st March 2011. After close of the year, Company has received an amount of Rs.47.12 Lakhs against these dues. The Company, barring any significant uncertainties relies upon the estimated realizable value of the unencumbered assets of SIL as at 31st March 2011 which are considered by the management to be adequate.
 - e. In view of the substantially large outstanding claims by the Company for incremental jobs executed, escalations and time-overruns for Road Construction Division, amounting to Rs.11,919.33 Lakhs as at 31st March 2010 which have reduced to Rs.11,472.74 Lakhs as at 31st March 2011, losses currently expected are recognized as per the judgment of the management and the shortfall, if any, will be adjusted only on final settlement of claims which is expected to be settled progressively by 31st March 2012.

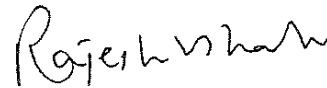
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2. Tax expense includes provision for deferred tax and wealth tax.
3. The Board of Directors has recommended a dividend of Re.1/- per equity share subject to the approval of Corporate Debt Restructuring Empowered Group and Shareholders.
4. Consolidated accounts include : (i) the audited results of the five wholly owned subsidiaries, Mukand Global Finance Ltd., Vidyavihar Containers Ltd., Mukand Vijaynagar Steel Ltd., Mukand International FZE (MIFZE) and Mukand International Ltd. (MIL) (ii) the pro-rata share in the audited results of associate companies, Mukand Engineers Ltd., Bombay Forgings Ltd. and Hospet Steels Ltd. (iii) Pro-rata share in the unaudited provisional results of Stainless India Ltd., and Joint Ventures, Mukand Vini Mineral Ltd. and Mukand Bekaert Wire Industries Pvt. Ltd.
5. Figures in respect of previous year have been regrouped / recast wherever necessary.
6. During the quarter, 34 complaints were received from investors which have been resolved. No complaints of investors were pending at the beginning of the quarter as well as at the end of the quarter.
7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 27th May 2011.

By Order of the Board of Directors
For Mukand Ltd.,


Niraj Bajaj

Chairman & Managing Director



Rajesh V. Shah

Co-Chairman & Managing Director

Place : Mumbai.

Date : 27th May, 2011.

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Statement of Assets and Liabilities as on		31-Mar-11	Rs lakhs 31-Mar-10
1	SHAREHOLDERS' FUNDS		
a	Capital	7,875.20	7,875.20
b	Reserves and Surplus	214,497.34	177,247.92
2	Deferred Tax Liability (net)	1,465.28	
2	LOAN FUNDS	174,705.63	168,316.39
	TOTAL	398,543.45	353,439.51
3	FIXED ASSETS	245,583.88	214,780.72
4	INVESTMENTS	10,966.77	10,617.62
5	CURRENT ASSETS , LOANS AND ADVANCES		
a	Inventories	92,516.04	77,116.36
b	Sundry Debtors	87,332.21	74,389.74
c	Cash and Bank Balances	10,438.29	10,182.59
d	Loans and Advances	34,306.20	37,402.47
	<i>Sub-total</i>	<i>224,592.74</i>	<i>199,091.16</i>
	Less : Current Liabilities and Provisions		
a	Current Liabilities	75,683.15	63,931.60
b	Provisions	7,237.73	7,482.55
	<i>Sub-total</i>	<i>82,920.88</i>	<i>71,414.15</i>
	Net Current Assets	141,671.86	127,677.01
6	Deferred Revenue Expenditure	320.94	364.16
	TOTAL	398,543.45	353,439.51

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MUKAND LTD. (CONSOLIDATED)

STATEMENT OF ASSETS AND LIABILITIES AS ON	31-Mar-11 Audited	31-Mar-10 Audited
	Rupees in Lakhs	
1 SHAREHOLDERS' FUND		
a Capital	7,875.20	7,875.20
b Reserves and Surplus	205,896.10	170,780.06
2 DEFERRED TAX LIABILITY (NET)	1,465.28	---
3 LOAN FUND	181,035.07	177,559.17
TOTAL	396,271.65	356,214.43
4 FIXED ASSETS	245,721.92	217,684.54
5 INVESTMENTS	5,131.97	4,747.90
6 DEFERRED TAX ASSET (NET)	0.58	0.67
7 CURRENT ASSETS, LOANS AND ADVANCES		
a Inventories	92,525.16	77,405.87
b Sundry Debtors	87,805.46	74,241.26
c Cash and Bank Balances	11,220.18	11,309.22
d Loans and Advances	46,290.62	52,422.51
<i>Sub-Total</i>	237,841.42	215,378.86
Less : Current Liabilities and Provisions		
a Current Liabilities	85,022.61	73,709.72
b Provisions	7,722.57	8,251.98
<i>Sub-Total</i>	92,745.18	81,961.70
Net Current Assets	145,096.24	133,417.16
8 DEFERRED REVENUE EXPENDITURE	320.94	364.16
TOTAL	396,271.65	356,214.43

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MUKAND LTD. (CONSOLIDATED)

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