

Audited Financial Results

for the 3/9 months ended 31st December, 2007

TATA SPONGE IRON LIMITED
 Regd. Office: Joda, Post: Joda
 Dist: Keonjhar, Orissa, Pin: 758 034

(Rs. In Lakhs)

		3 months ended		Year to date	Year to date	Previous
		31-12-07	31-12-06	figures for	figures for	accounting
		Audited	Audited	current	the	year
				period	previous	ended
				ended	year	ended
				ended	ended	ended
1	Net Sales/Income from operations	10639	8214	29682	18405	27751
2	Other Income	1175	268	3137	625	1107
3	Total Income (1+2)	11814	8482	32819	19030	28858
4	Expenditure					
	a) (Increase)/decrease in stock in trade	40	44	(504)	(444)	(223)
	b) Consumption of raw materials	6089	5307	17703	12654	18542
	c) Purchase of traded goods	—	—	—	—	—
	d) Employees cost	392	305	1190	873	1442
	e) Depreciation	495	335	1553	861	1349
	f) Other expenditure	1249	1160	3225	3303	4743
	g) Total	8265	7151	23167	17247	25853
5	Interest	290	206	964	289	536
6	Exceptional items	—	—	451	—	825
7	Profit (+) / Loss (-) from Ordinary Activities before tax (3) - (4+5)+(6)	3259	1125	9139	1494	3294
8	Tax expenses	486	419	2930	558	1171
9	Net Profit (+) / Loss (-) from Ordinary Activities after tax (7-8)	2773	706	6209	936	2123
10	Extraordinary items (net of tax expenses)	—	—	—	—	—
11	Net Profit (+) / Loss (-) for the period (9-10)	2773	706	6209	936	2123
12	Paid up equity share capital (Face value: Rs.10 / share)	1540	1540	1540	1540	1540
13	Reserves excluding revaluation reserves as per balance sheet of previous accounting year					14297
14	Earnings Per share (EPS)					
	a) Basic and diluted EPS before Extraordinary items (not annualised)	18.01	4.59	40.32	6.08	13.79
	b) Basic and diluted EPS after Extraordinary items (not annualised)	18.01	4.59	40.32	6.08	13.79
15	Public shareholding					
	- No. of shares	9280040	9157094	9280040	9157094	9230040
	- Percentage of shareholding	60.26	59.46	60.26	59.46	59.94

Notes:

- Figures for the previous period have been regrouped and reclassified to conform to the classification of current period, where necessary.
- Sponge iron is the only reportable segment in accordance with the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- a. Based on the judgment of the Supreme Court in favour of the Company in the matter of sales tax exemption as per IPR-1992 issued by Government of Orissa, the sales tax provided for the year ended 31-03-2007 has been

written back and shown as exceptional item during the period ended 31-12-2007, as was reported in the audited financial results for the period ended 30-9-2007.

3. b. A sum of Rs. 825 lakhs shown as exceptional item in the previous accounting year represent the sale proceeds of carbon credits.
4. Consequent to change in the method of Income tax depreciation computation on the assets of Power Plant II commissioned during the financial year 2006-07, the Company is entitled to additional MAT credit of Rs. 286.72 lakhs with corresponding reduction in the tax provision.
5. The above results have been approved at the meeting of the Board of Directors held on 21st January, 2008.
6. Total number of investor complaints
 - a. pending at the beginning of the quarter - 5;
 - b. Received during the current quarter - 3;
 - c. Disposed of during the current quarter - 8; and
 - d. Pending at the end of the quarter - nil.

For and on behalf of the Board of Directors

Kolkata
21st January, 2008

Suresh Thawani
Managing Director