

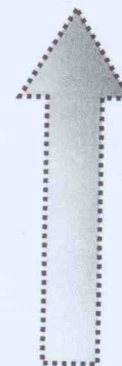


Highest ever quarterly Production, Sales, Turnover, EBIDTA and Net profit for Q4 2010-11 (Standalone)

JSW Steel reported highest ever quarterly Crude steel production, Sales, Turnover, EBIDTA and Net profit in fourth quarter of FY 2010-11.

The key performance highlights are as under:

	Q4 FY 11 v/s Q4 FY 10
➤ Volume growth (Crude Steel Production 1.647 MnT excludes 0.079 MnT from trial run)	: 3%
➤ Saleable Steel sold (1.733 MnT)	: 14%
➤ Turnover (₹ 7,615 crores)	: 37%
➤ EBIDTA (₹ 1,658 crores)	: 16%
➤ Profit after tax (₹ 833 crores)	: 16%
➤ Net Debt gearing (Standalone)	: 0.57
➤ Net Debt gearing (Consolidated)	: 0.84



Operational Performance:

The Break-up of production and sales volumes are as under:

	(Million tones)		(Million tones)		Growth %	
	Q4 FY11	Q4 FY10	FY11	FY10	Q4	Annual
Production:						
- Crude Steel	1.647*	1.600	6.427*	5.987	3%	7%
Sales:						
- Semis	0.074	0.261	0.344	1.249	-72%	-72%
- Rolled: Flat	1.387	0.963	4.700	3.597	44%	31%
- Rolled: Long	0.272	0.295	1.055	0.874	-8%	21%
Total Saleable Steel	1.733	1.519	6.099	5.720	14%	7%

* excluding Trial-run production of 0.079 Million tones during Q4 FY 11

The Company has achieved highest ever quarterly production of Crude steel of 1.647 million tons. The volume of production of Rolled flat products stood at 1.327 million tons, mainly due to additional production from the Phase I (3.5 MTPA) of the state-of-the-art largest and widest new Hot Strip Mill at Vijayanagar, which commenced commercial production from April 10, 2010. The company also achieved highest ever quarterly total sales of 1.733 million tons including rolled flat products 1.386 million tons on robust domestic demand and continuous focus on retail sales.

For the financial year 2010-11, the company achieved crude steel production and total sales volume of 6.427 million tons and 6.099 million tons respectively, which showed a growth of 7% over last year. Retail sales through Shoppe accounted for 23% of domestic sales excluding semis.

Financial Performance:

The turnover and net sales for the quarter registered at ₹ 7,614.85 Crores and ₹ 7,032.07 Crores, respectively, showing a growth of 37% and 36% over the corresponding quarter of previous year, mainly driven by better product-mix and volumes. The EBIDTA for the quarter was ₹ 1,658.09 Crores, showing growth of 16% and the EBIDTA margin for the quarter was 23.3%. The Company posted a Profit after Tax of ₹ 832.66 Crores.

The turnover and net sales for the financial year 2010-11 stood at ₹ 25,130.76 Crores and ₹ 23,163.24 Crores, respectively, showing a growth of 29% and 27% over previous year. The EBIDTA for the year was ₹ 4,856.17 Crores and the EBIDTA margin was 20.8%. The Company posted annual Profit after Tax of ₹ 2,010.67 Crores.

The Company's total net debt gearing was at 0.57 (1.14 as of 31st March 2010) and the weighted average interest cost of Debt was lower at 7.58% (8.08% as of 31st March 2010).

The Company's net finance cost for FY 2010-11 is lower by Rs. 163.74 crs, mainly due to pre-payment of loans by Rs. 2,739 crs and interest income on investment of surplus funds.

Subsidiaries / Associates performance :

Chile Iron-ore mines :

During the financial year 2010-11, the contract mining activity through dry process route with a capacity of 1 MTPA commenced. The first shipment of Iron ore concentrate was made in April 2011.

US Coal mines :

The Company sold 0.036 million tons of coal during FY 2010-11. For other mines, process of getting permits / statutory clearance is under way. Subject to receipt of necessary permits, it is expected to produce approx. 0.75 million tons of Coal in the first year which can be ramped up to 3 million tons in 3 years.

US Plate and Pipe Mill operation :

During the financial year 2010-11, the performance of Plate and Pipe Mill in USA continued to be impacted due to sluggish economic environment resulting in lower capacity utilization. For the year 2010-11, the Subsidiary Company produced 0.12 million tons of Plates and 0.04 million tons of Pipes. The Company put in place new management team and the Unit is expected to report gradual improvement in FY 2011-12.

Ispat Industries Ltd. (IIL) :

IIL re-started its operations in December 2010. It produced 0.729 million tons of HR Coils during the Quarter January to March 2011, and capacity utilization achieved was 88%. The volumes of sales including downstream products improved to 0.712 million tons with an EBIDTA of Rs.407 crores. Reflecting the synergies of acquisition, IIL turned in to profit making Company reporting a net profit of Rs.70 crores

Consolidated Financial Performance:

The Company reported highest ever quarterly Consolidated Turnover, EBIDTA and Profit after Tax of ₹ 7,792.17 Crores, ₹ 1,661.99 Crores and ₹ 793.63 Crores, after incorporating the financials of subsidiaries, joint ventures and associates.

