


MAHINDRA UGINE STEEL COMPANY LIMITED

 Regd. Office : 74,Ganesh Apartment, 7th Floor, Opp. Sitladevi Temple, Lady Jamshedjee Road,
 Mahim (W), Mumbai 400 016.

**FINANCIAL RESULTS FOR THE QUARTER ENDED
 March 31, 2006**
(Rs. in Lakhs)

	Particulars	Nine Months ended December 31, 2005 Unaudited	Quarter ended March 31, 2006 Unaudited	Quarter ended March 31, 2005 Unaudited	Financial Year ended March 31, 2006 Audited	Financial Year ended March 31, 2005 Audited
1	Gross Sales/Income from Operations	50271.56	23614.66	17400.72	73,886.22	58,699.80
	Less: Excise duty	7355.27	5027.26	2144.88	12,382.53	6,499.79
2	Net Sales/Income from Operations	42916.29	18587.40	15255.84	61,503.69	52,200.01
3	Other Income	548.49	424.30	42.42	972.79	104.91
4	Total Expenditure					
	a. (Increase)/Decrease in Stock in Trade	(1,467.97)	(1,024.13)	(60.07)	(2,492.10)	(678.52)
	b. Consumption of raw materials (including outside processing costs)	24,810.12	8,160.45	8,278.79	32,970.57	28,427.43
	c. Staff cost	2,051.13	1,114.23	632.80	3,165.36	2,367.18
	d. Power	3,853.54	1,459.62	1,225.63	5,313.16	4,734.50
	e. Other expenditure	7,883.02	3,275.19	2,238.88	11,158.21	8,816.47
	Total Expenditure (a+b+c+d+e)	37,129.84	12,985.36	12,316.03	50,115.20	43,667.06
5	Profit before Interest, Depreciation and Tax (2+3-4)	6,334.94	6,026.34	2,982.23	12,361.28	8,637.86
6	Interest	808.72	306.07	232.97	1,114.79	1,137.59
7	Depreciation	704.96	603.53	238.40	1,308.49	962.16
8	Profit before tax and exceptional Item (2+3-4-6-7)	4,821.26	5,116.74	2,510.86	9,938.00	6,538.12
9	Provision for taxation					
	a. Current tax (Including Fringe benefit tax)	1,516.00	1,724.00	197.78	3,240.00	513.00
	b. Deferred tax	(91.00)	-122.00	804.00	(213.00)	1,209.00
10	Profit after tax before exceptional item (8-9)	3,396.26	3,514.74	1,509.08	6,911.00	4,816.12
11	Exceptional items	404.56	-		404.56	
12	Profit after tax (10-11)	2,991.70	3,514.74	1,509.08	6,506.44	4,816.12
13	Paid-up Equity Share Capital (face value of Rs. 10/- each)	3,093.17	3,248.25	3,093.17	3,248.25	3,093.17
14	Reserves excluding revaluation reserves				11,077.16	4,392.44
15	Basic and diluted Earnings per share(not annualised)					
	On profit after tax before exceptional item	Rs 10.64	10.79	4.74	20.92	15.03
	On profit after tax	Rs 9.34	10.79	4.74	19.68	15.03
16	Aggregate of non promoters shareholding					
	-no. of shares				15,998,737	14,383,897
	-Percentage of shareholding				49.26	46.50



Notes

- 1 In accordance with the Scheme of Amalgamation of the erstwhile Pranay Sheetmetal Stampings Ltd.(Pranay), Valueline Hotel and Resorts Ltd (Valueline) and Console Estate and Investments Ltd (Console) with the Company as sanctioned by the Hon'ble High Court at Bombay on 24th February, 2006, the assets and liabilities of the erstwhile Pranay, Valueline and Console vested in the Company with effect from 1st April, 2005. The Scheme has accordingly been given effect to in these accounts and its impact reflected in the "Quarter ended 31.3.2006" and "Year ended 31.3.2006" column above.Pursuant to the Scheme of Amlagamation and after considering the extinguishment of shares held by the company in Pranay, Valueline and Console and Valueline's and console's holding in Pranay, the Company has allotted 15,50,840 equity shares to the shareholders of Pranay, Valueline and Console as applicable during the quarter ended 31st March, 2006.
- 2 In view of the above, the figures for the Quarter ended 31.3.2006 and year ended 31.3.2006 are not comparable to those of the previous Quarter/Year.
- 3 The directors have recommended following dividend for the year ended March 31, 2006 :
 - a) Equity dividend of Rs.4.50 per share on 32,482,529 equity shares of Rs.10/-each
 - b) Final dividend of Rs.7/- per share on 5,46,000 Cumulative Redeemable Preference Shares of Rs.100/-each for the period November 1, 2005 to March 31, 2006.
- 4 During the quarter ended March 31, 2006, 18 investor complaints were received, which were promptly attended to by the Company. No complaints were pending either at the beginning or at the end of the period.
- 5 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at the Board Meeting held on April 24, 2006.
- 6 Other segment comprises of activities related to dealing in shares.

For **Mahindra Ugine Steel Co. Limited**

Mumbai
April 24, 2006

K. V. Ramarathnam
Managing Director



SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

PARTICULARS	Nine Months ended December 31, 2005 Unaudited	Quarter ended March 31, 2006 Unaudited	Quarter ended March 31, 2005 Unaudited	Financial Year ended March 31, 2006 Audited	Financial Year ended March 31, 2005 Audited
Segment Revenue (Net Sales/Income from operations)					
a) Steel	40067.36	13,039.32	14,309.77	53,106.68	48,683.26
b) Stamping	2848.93	5,548.08	947.10	8,397.01	3,516.75
c) Others	-	-	-	45.45	-
Total	42,916.29	18,587.40	15,256.87	61,549.14	52,200.01
Less: Inter Segment revenue	-	-	-	-	-
Net Sales/Income from operations	42,916.29	18,587.40	15,256.87	61,549.14	52,200.01
Segment Results					
a) Steel	4977.06	2,045.41	2,560.31	7,022.47	7,219.42
b) Stamping	511.18	2,833.07	271.14	3,344.25	682.15
c) Others	-	-	-	41.61	-
Total	5,488.24	4,878.48	2,831.45	10,408.33	7,901.57
Less: 1. Interest	808.72	306.07	232.97	1,114.79	1,137.59
2. Other un-allocable Expenditure net of un-allocable Income	(141.74)	(502.72)	87.61	(644.46)	(274.46)
Profit Before Tax and Exceptional item	4,821.26	5,075.13	2,510.87	9938.00	7,038.44
Capital Employed (Segment Assets - Segment Liabilities)					
a) Steel	17358.50	19,170.80	13,696.97	19,170.80	13,696.97
b) Stamping	3809.20	8,751.50	3,846.51	8,751.50	3,846.50
c) Others	-	0.06	-	0.06	-

Note: Steel segment and stamping segment comprises of sale of alloy steel and sale of pressed metal components respectively

For **Mahindra Ugine Steel Co. Limited**

Mumbai
April 24, 2006

K. V. Ramarathnam
Managing Director