


MAHINDRA UGINE STEEL COMPANY LIMITED

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

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED
 June 30, 2006**
(Rs. in Lakhs)

	Particulars	Quarter ended June 30, 2006 Unaudited	Quarter ended June 30, 2005 Unaudited	Financial Year ended March 31, 2006 Audited
1	Gross Sales/Income from Operations	18,184.91	18,366.01	73,886.22
	Less: Excise duty	3,040.13	3,080.81	12,382.53
2	Net Sales/Income from Operations	15,144.78	15,285.20	61,503.69
3	Other Income	109.61	52.33	972.79
4	Total Expenditure			
	a. (Increase)/Decrease in Stock in Trade	(162.86)	(792.33)	(2,492.10)
	b. Consumption of raw materials (including outside processing costs)	7,772.91	9,065.63	32,970.57
	c. Staff cost	905.10	795.85	3,165.36
	d. Power and Fuel	2,347.11	1,897.41	8,001.13
	e. Other expenditure	2,131.08	1,992.69	8,470.24
	Total Expenditure (a+b+c+d+e)	12,993.34	12,959.25	50,115.20
5	Profit before Interest, Depreciation and Tax (2+3-4)	2,261.05	2,378.28	12,361.28
6	Interest	312.86	289.85	1,114.79
7	Depreciation	350.79	325.18	1,308.49
8	Profit before tax and exceptional Item (2+3-4-6-7)	1,597.40	1763.25	9,938.00
9	Provision for taxation			
	a. Current tax (Including Fringe benefit tax)	446.06	568.00	3,240.00
	b. Deferred tax	103.00	(38.00)	(213.00)
10	Profit after tax before exceptional item (8-9)	1,048.34	1,233.25	6,911.00
11	Exceptional items	-	-	404.56
12	Profit after tax (10-11)	1,048.34	1,233.25	6,506.44
13	Paid-up Equity Share Capital (face value of Rs. 10/- each)	3,248.25	3,248.25	3,248.25
14	Reserves excluding revaluation reserves			11,077.16
15	Basic and diluted Earnings per share(not annualised)			
	On profit after tax before exceptional item	Rs 3.19	3.67	20.92
	On profit after tax	Rs 3.19	3.67	19.68
16	Aggregate of non promoters shareholding			
	-no. of shares			15,998,737
	-Percentage of shareholding			49.26



Notes

- 1 During the quarter ended June 30, 2006, 21 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.
- 2 Figures for the previous period have been restated wherever necessary to incorporate the impact of the amalgamation of the erstwhile Pranay Sheetmetal Stamping Ltd, Valueline Hotel and Resorts Ltd and Console Estate and Investments Ltd with the company effective 1st April, 2005.
- 3 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 July 24, 2006.
- 4 In compliance with clause 41 of the Listing Agreement, the statutory auditors have carried out a limited review of the results for quarter ended June 30, 2006.

Mumbai
July 24, 2006

For **Mahindra Ugine Steel Co. Limited**

K. V. Ramarathnam
Managing Director



SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

PARTICULARS	Quarter ended June 30, 2006 Unaudited	Quarter ended June 30, 2005 Unaudited	Financial Year ended March 31, 2006 Audited
Segment Revenue (Net Sales/Income from operations)			
a) Steel	13,072.96	13,320.65	53,106.68
b) Stamping	2,071.82	1,964.55	8,397.01
c) Others	-	(0.08)	45.45
Total	15,144.78	15,285.12	61,549.14
Less: Inter Segment revenue	-		-
Net Sales/Income from operations	15,144.78	15,285.12	61,549.14
Segment Results			
a) Steel	1,105.86	1,347.05	7,022.47
b) Stamping	852.96	720.98	3,344.25
c) Others	-		41.61
Total	1,958.82	2,068.03	10,408.33
Less: 1. Interest	312.86	289.85	1,114.79
2. Other un-allocable Expenditure net of un-allocable Income	48.56	14.93	(644.46)
Profit Before Tax and Exceptional item	1597.40	1763.25	9,938.00
Capital Employed (Segment Assets - Segment Liabilities)			
a) Steel	21,275.87	13,451.74	19,170.80
b) Stamping	8,814.01	6,917.52	8,751.50
c) Others		38.13	0.06

Note: 1. Steel segment and stamping segment comprises of sale of alloy steel and processing and sale of pressed metal components respectively.

2. Other segment comprised of activities related to dealing in shares which has been discontinued.

Mumbai
July 24, 2006

For **Mahindra Ugine Steel Co. Limited**

K. V. Ramarathnam
Managing Director