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Mukand Ltd.

Redg. Office : Bajaj Bhavan, Jamnalal Bajaj Marg,
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www.mukand.com

SEC/SE/
May 25, 2012

Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra Kurla Complex,
Bandra (East),
Mumbai 400 051.

Kind Attn. : Mr. K. Hari, Vice President

**Re : Clause 41 of the Listing Agreement – Board Meeting
for consideration of Annual Accounts**

The Accounts for the year ended 31st March, 2012, have been considered and approved at the meeting of the Board of Directors of the Company held today.

In this regard, we enclose the copy^{of} Financial Results in the prescribed format, for your information and records.

Kindly acknowledge receipt.

Yours faithfully,
For Mukand Ltd.



K.J. Mallya
Company Secretary

Encl : As above





MUKAND LIMITED

Regd. Office : Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2012

Rs. in lakhs

	Particulars	Quarter ended			Twelve months ended	
		31-Mar-12	31-Dec-11	31-Mar-11	31-Mar-12	31-Mar-11
		Unaudited	Unaudited	Unaudited	Audited	Audited
(1)	INCOME FROM OPERATIONS					
a)	Gross Sales	71,168	69,609	77,695	277,853	276,159
	Less : Excise Duty Recovered	5,947	5,634	6,644	23,445	24,132
	Net Sales	65,221	63,975	71,051	254,408	252,027
b)	Other Operating Income	1,655	1,083	738	4,703	2,838
	Total Income from Operations	66,876	65,058	71,789	259,111	254,865
(2)	EXPENSES					
a)	Cost of materials consumed	30,249	42,467	36,489	139,421	137,914
b)	Changes in inventories of finished goods and work-in-progress	6,735	(12,533)	(2,371)	(4,452)	(16,942)
d)	Stores, Spares, Components, Tools, etc. consumed	9,568	10,194	11,157	37,817	39,232
f)	Power & Fuel	4,805	5,665	5,001	20,653	17,904
e)	Employee benefits expense	3,103	3,419	3,818	13,185	12,547
h)	Depreciation and Amortisation expenses	1,661	1,671	1,861	6,572	6,781
g)	Other Expenditure	9,967	10,524	11,379	38,817	37,277
	Total Expenses	66,088	61,407	67,334	252,013	234,713
(3)	Profit / (Loss) from Operations before Write Offs, Other Income, Finance costs & Exceptional items	788	3,651	4,455	7,098	20,152
(4)	Bad Debts / Advances written off	—	—	—	—	(2,801)
(5)	Profit / (Loss) from Operations before Other Income, Finance Costs & Exceptional items	788	3,651	4,455	7,098	17,351
(6)	Other Income :					
a)	Net Income from transfer of Land	—	—	—	—	3,850
b)	Other Income	33	38	719	251	1,191
(7)	Profit / (Loss) from Operations before Finance Costs	821	3,689	5,174	7,349	22,392
(8)	Finance Costs (net)	(4,982)	(4,564)	(4,383)	(18,187)	(16,264)
(9)	Profit/(Loss) from ordinary activities before Tax	(4,161)	(875)	791	(10,838)	6,128
(10)	Less : Tax Expense	—	(23)	(9)	(1,488)	1,462
(11)	Net Profit / (Loss) from ordinary activities after Tax	(4,161)	(852)	800	(9,350)	4,666



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MUKAND LIMITED

Rs. in lakhs

		Quarter ended			Twelve months ended	
		31-Mar-12	31-Dec-11	31-Mar-11	31-Mar-12	31-Mar-11
		Unaudited	Unaudited	Unaudited	Audited	Audited
(12)	Paid-up Equity Share Capital (Face value Rs 10/- per share)	7,311	7,311	7,311	7,311	7,311
(13)	Reserves (excluding Revaluation Reserve)				37,815	47,164
(14)	Earnings per Share (EPS) - Rs	(5.69)	(1.17)	1.09	(12.79)	6.38
A	PARTICULARS OF SHAREHOLDING					
(1)	Public Shareholding					
	Number of Shares	32,360,026	32,703,547	32,832,001	32,360,026	32,832,001
	Percentage of Shareholding	44.26%	44.73%	44.91%	44.26%	44.91%
(2)	Disclosure in respect of pledged shares of Promoters and Promoter Group					
	Shares held by Promoters & Promoter Group - Nos. (A)	40,754,103	40,410,582	40,282,128	40,754,103	40,282,128
	Percentage of Total Share Capital	55.74%	55.27%	55.09%	55.74%	55.09%
	Pledged / Encumbered - No. of Shares	18,328,179	18,328,179	16,935,735	18,328,179	16,224,415
	Percentage of Total Share Capital	25.07%	25.07%	23.16%	25.07%	22.19%
	Percentage of (A)	44.97%	45.35%	42.04%	44.97%	40.28%
	Non Encumbered - No. of Shares	22,425,924	22,082,403	23,346,393	22,425,924	24,057,713
	Percentage of Total Share Capital	30.67%	30.20%	31.93%	30.67%	32.90%
	Percentage of (A)	55.03%	54.65%	57.96%	55.03%	59.72%
B	INVESTOR COMPLAINTS	Quarter ended 31-Mar-12				
	Pending at the beginning of the quarter	Nil				
	Received during the quarter	8				
	Disposed of during the quarter	8				
	Remaining unresolved at the end of the quarter	Nil				



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MUKAND LIMITED

Rs. in lakhs

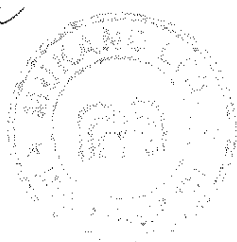
		Quarter ended			Twelve months ended	
		31-Mar-12	31-Dec-11	31-Mar-11	31-Mar-12	31-Mar-11
		Unaudited	Unaudited	Unaudited	Audited	Audited
	SEGMENT REVENUE (net of Excise Duty)					
1)	Steel	58,308	57,364	63,277	229,066	223,993
2)	Power Generation	590	602	307	1,999	307
3)	Industrial Machinery	7,034	6,709	7,242	26,038	26,928
4)	Road Construction			644		1,462
	Sub-total	65,932	64,675	71,470	257,103	252,690
	Less : Inter Segment Revenue	(711)	(700)	(419)	(2,695)	(663)
	Total Segment Revenue (net of Excise Duty)	65,221	63,975	71,051	254,408	252,027
	SEGMENT RESULT					
1)	Steel	(1,125)	1,552	2,157	(141)	13,353
2)	Power Generation	434	487	144	1,363	144
3)	Industrial Machinery	1,258	1,736	2,967	5,861	8,022
4)	Road Construction	(138)	(128)	(394)	(435)	(1,144)
	Less : Inter segment margin	(12)	(7)	(7)	(76)	(26)
	Total Segment Result	417	3,640	4,867	6,572	20,349
	Add / (Less) :					
	Other net un-allocable (expenditure) / income	404	49	307	777	2,043
	Profit / (Loss) before Finance costs	821	3,689	5,174	7,349	22,392
	Add / (Less) : Finance costs (net)	(4,982)	(4,564)	(4,383)	(18,187)	(16,264)
	Profit / (Loss) after Prior period adjustments and before tax	(4,161)	(875)	791	(10,838)	6,128
	Capital Employed as on	31-Mar-12	31-Dec-11	31-Mar-11	31-Mar-12	31-Mar-11
1)	Steel	313,981	309,719	308,578	313,981	308,578
2)	Industrial Machinery	40,015	40,781	39,335	40,015	39,335
3)	Road Construction	18,443	18,490	18,108	18,443	18,108
4)	Other Products	5,086	5,120	5,338	5,086	5,338
5)	Unallocable (net)	(164,941)	(156,926)	(147,520)	(164,941)	(147,520)
	Total Net Capital Employed	212,584	217,183	223,838	212,584	223,838

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Statement of Assets and Liabilities as on		31-Mar-12	Rs lakhs 31-Mar-11
A	EQUITY AND LIABILITIES		
(1)	Shareholders' Funds		
	(a) Share Capital	7,875	7,875
	(b) Reserves and surplus	204,709	214,497
	Sub-total Shareholders' Funds	212,584	222,372
(2)	Non Current Liabilities		
	(a) Long-term borrowings	77,419	89,009
	(b) Deferred tax liabilities (net)	—	1,465
	(c) Other long term liabilities	1,226	449
	(d) Long-term provisions	2,849	2,421
	Sub total Non Current Liabilities	81,494	93,344
(3)	Current Liabilities		
	(a) Short-term borrowings	84,055	57,699
	(b) Trade payables	73,272	62,531
	(c) Other current liabilities	43,869	40,701
	(d) Short-term provisions	453	1,635
	Sub total Current Liabilities	201,649	162,566
	TOTAL EQUITY AND LIABILITIES	495,727	478,282
B	ASSETS		
(1)	Non Current Assets		
	(a) Fixed Assets	249,434	245,584
	(b) Non-current investments	10,967	10,967
	(d) Long-term loans and advances	12,288	9,268
	(e) Other non-current assets	4,828	4,828
	Non Current Assets	277,517	270,647
(2)	Current Assets		
	(a) Inventories	99,631	92,516
	(b) Trade receivables	87,698	87,035
	(c) Cash and Bank Balances	7,869	10,438
	(d) Short-term loans and advances	22,718	17,352
	(e) Other Current Assets	294	294
	Sub total Current Assets	218,210	207,635
	TOTAL ASSETS	495,727	478,282

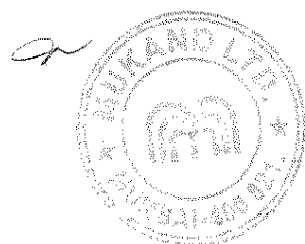


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Notes :

1. Management's response to the qualifications/observations of the auditors on the financial statements for the year ended 31.03.2012 :
 - a. Advances due from and investments made in Vidyavihar Containers Limited (VCL), aggregating Rs. 10,975.99 Lakhs as at 31st March 2011 stands reduced to Rs.7,636.99 Lakhs as on 31st March 2012. 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. As regards investments made in Mukand Global Finance Limited (MGFL), aggregating Rs.2,624.95 Lakhs, the Company is in the process of disposing off this investment;
 - c. The debts and advances due from and investments made in Bombay Forgings Ltd.(BFL), aggregating Rs.6,717.03 Lakhs as at 31st March 2011 has increased to Rs.7,085.59 Lakhs as at 31st March 2012. The Company, considering its long-term view on the Exposures, barring any significant uncertainties in future relies upon the valuation of unencumbered assets of BFL as at 31st March 2012 at Rs.7,992.00 Lakhs and the projected future 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.3,965.99 Lakhs as at 31st March 2011 has increased to Rs.4,027.68 Lakhs as at 31st March 2012. The Company, barring any significant uncertainties relies upon the estimated realizable value of the unencumbered assets of SIL as at 31st March 2012 at Rs.4,535.00 Lakhs which is 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, aggregating Rs.11,326.88 Lakhs as at 31st March 2012, currently expected losses are recognized as per the judgment of the management and the shortfall, if any in future, will be adjusted only on final settlement of claims which is expected to be settled progressively by 31st March 2013.

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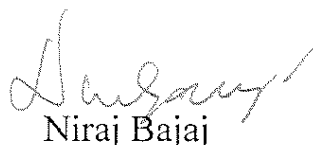


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2. Tax expense includes provision for deferred tax.
3. Consolidated accounts include : (i) the audited results of the five wholly owned subsidiaries, Mukand Global Finance Ltd., Vidyavihar Containers Ltd., Mukand Vijaynagar Steel Ltd., Mukand International FZE (MIFZE) and Mukand International Ltd. (MIL) (ii) the pro-rata share in the audited results of associate companies, Mukand Engineers Ltd. and Hospet Steels Ltd. (iii) Pro-rata share in the unaudited provisional results of Bombay Forgings Ltd. and Stainless India Ltd., associate companies and Joint Venture, Mukand Vini Mineral Ltd.
4. Figures in respect of previous year have been regrouped / recast wherever necessary. As notified by Ministry of Corporate Affairs, Revised Schedule VI under the Companies Act, 1956 is applicable to the Financial Statements for the financial year commencing on or after 1st April, 2011. Accordingly, the financial statements for the year ended March 31, 2012 are prepared in accordance with the Revised Schedule VI. The amounts and disclosures included in the above financial results of the previous year have been reclassified to conform to the requirements of Revised Schedule VI.
5. The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year.
6. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 25th May 2012.

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 : 25th May, 2012.



AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2012

	Rupees in lakhs	
	Year ended 31-Mar-12 Audited	Year ended 31-Mar-11 Audited
1 INCOME FROM OPERATIONS		
a) Gross Sales	280,280	278,560
Less : Excise Duty Recovered	23,445	24,131
Net Sales	256,835	254,429
b) Other Operating Income	4,864	3,273
Total Income from Operations	261,699	257,702
2 EXPENSES		
a) Cost of Raw Materials Consumed	139,395	138,091
b) Purchases of stock-in-trade	710	453
c) Changes in inventories of finished goods, work-in-progress and Stock in Trade	(4,452)	(16,941)
d) Stores, Spares, Components, Tools, etc. consumed	37,814	39,232
e) Power & Fuel	20,653	17,904
f) Employee benefits expense	13,250	12,610
g) Depreciation and Amortization expense	6,575	6,924
h) Other Expenditure	40,448	38,474
Total Expenses	254,393	236,747
3 Profit from Operations before Write Offs, Other Income & Finance Costs	7,306	20,955
4 Provision for Doubtful Loans & Bad Debts / Advances written off	-	4,361
5 Profit from Operations before Other Income & Finance Costs	7,306	16,594
6 Other Income :		
a) Net Income from transfer of Land	---	3,850
b) Other Income	270	1,079
7 Profit from Operations before Finance Costs	7,576	21,523
8 Finance Costs (net)	(17,802)	(17,469)
9 Profit / (Loss) from ordinary activities before tax	(10,226)	4,054
10 Tax Expenses	1,443	(1,497)
11 Net Profit / (Loss) from ordinary activities after tax	(8,783)	2,557
12 Prior Period Adjustments (including Share in Associates/Joint Venture)	-	(82)
13 Share of Profit / (Loss) in Associates (net)	90	244
14 Net Profit / (Loss) for the period	(8,693)	2,719
15 Paid-up Equity Share Capital (Face value Rs. 10/- per Share)	7,312	7,312
16 Reserves excluding revaluation reserve	29,873	38,563
17 Earnings Per Share (EPS):	(11.89)	3.72

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MUKAND LTD. (CONSOLIDATED)

STATEMENT OF ASSETS AND LIABILITIES AS ON		31-Mar-12	31-Mar-11
		Audited	Audited
		Rupees in lakhs	
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
(a)	Capital	7,875	7,875
(b)	Reserves and Surplus	196,767	205,896
	Sub-Total - Shareholders' Funds	204,642	213,771
2	Non-Current Liabilities		
(a)	Long Term Borrowings	77,419	89,009
(b)	Deferred Tax Liabilities (net)	-	1,465
(c)	Other Long Term Liabilities	1,226	449
(d)	Long Term Provisions	2,854	2,424
	Sub-Total - Non-Current Liabilities	81,499	93,347
3	Current Liabilities		
(a)	Short Term Borrowings	91,917	64,023
(b)	Trade Payables	73,345	62,623
(c)	Other Current Liabilities	55,965	49,954
(d)	Short Term Provisions	659	1,983
	Sub-Total - Current Liabilities	221,886	178,583
	TOTAL - EQUITY AND LIABILITIES	508,027	485,701
B	ASSETS		
1	Non-Current Assets		
(a)	Fixed Assets	249,579	245,722
(b)	Non-Current Investments	5,222	5,132
(c)	Deferred Tax Assets (net)	-	1
(d)	Long Term Loans and Advances	13,756	10,400
(e)	Other Non-Current Assets	4,828	4,828
	Sub-Total - Non-Current Assets	273,385	266,083
2	Current Assets		
(a)	Current Investments	-	-
(b)	Inventories	99,628	92,525
(c)	Trade Receivables	87,348	87,508
(d)	Cash and Bank Balances	8,914	11,220
(e)	Short Term Loans and Advances	37,669	27,387
(f)	Other Current Assets	1,083	978
	Sub-Total - Current Assets	234,642	219,618
	TOTAL - ASSETS	508,027	485,701

