

## STERLITE INDUSTRIES (INDIA) LIMITED

Regd. Office: SIPCOT Industrial Complex, Madurai Bye Pass Road, TV Pooram P.O., Tuticorin. Tamilnadu-628002

## UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2009

(Rs. in Lacs except as stated)

S. No.	Particulars	Quarter ended 30.06.2009 (Unaudited)	Quarter ended 30.06.2008 (Unaudited)	Previous accounting Year ended 31.03.2009 (Audited)	S. No.	Segment Information	Quarter ended 30.06.2009 (Unaudited)	Quarter ended 30.06.2008 (Unaudited)	Previous accounting Year ended 31.03.2009 (Audited)
1	(a) Net Sales/Income from Operations	453,711	577,009	2,114,422	1	<b>Segment Revenue</b>			
	(b) Other Operating Income	4,175	3,491	30,418	a)	Copper	217,602	276,147	1,061,632
	<b>Total Income</b>	<b>457,886</b>	<b>580,500</b>	<b>2,144,840</b>	b)	Aluminium	61,463	116,737	393,360
2	Expenditure				c)	Zinc & Lead	148,916	161,860	560,297
	a. Increase/decrease in stock in trade and work in progress	(33,513)	(11,536)	28,021	d)	Power	17,948	2,506	7,730
	b. Consumption of raw materials#	240,714	260,084	1,027,842	e)	Others	13,680	27,033	121,102
	c. Purchases of traded goods	4,353	-	7,570		<b>Total</b>	<b>459,609</b>	<b>584,283</b>	<b>2,144,121</b>
	d. Employees Cost	17,309	18,307	75,608		Less: Inter Segment Revenues	5,898	7,274	29,699
	e. Depreciation	17,364	16,547	70,067		<b>Net Sales/Income from Operations</b>	<b>453,711</b>	<b>577,009</b>	<b>2,114,422</b>
	f. Power, Fuel & Water	46,710	48,383	213,183	2	<b>Segment Results</b>			
	g. Other expenditures	80,225	79,115	291,785		(Profit before tax & interest)			
	<b>h. Total</b>	<b>373,162</b>	<b>410,900</b>	<b>1,714,076</b>	a)	Copper	9,399	25,405	112,965
3	<b>Profit from Operations before Other Income, Interest &amp; Exceptional Items</b>	<b>84,724</b>	<b>169,600</b>	<b>430,764</b>	b)	Aluminium	7,500	39,877	68,567
4	<b>Other Income</b>	<b>37,833</b>	<b>36,755</b>	<b>185,008</b>	c)	Zinc & Lead	70,098	93,093	256,770
5	<b>Profit before Interest &amp; Exceptional Items</b>	<b>122,557</b>	<b>206,355</b>	<b>615,772</b>	d)	Power	9,123	884	3,320
6	Interest & Finance Charges	7,122	8,742	39,728	e)	Others	(898)	12,541	23,496
7	Profit after Interest but before Exceptional Items	115,435	197,613	576,044		<b>Total</b>	<b>95,222</b>	<b>171,800</b>	<b>465,118</b>
8	Exceptional Items (Credit)	-	-	(5,531)		Other unallocable income/expenses (net)	27,335	34,555	150,654
9	<b>Profit from Ordinary Activities before tax</b>	<b>115,435</b>	<b>197,613</b>	<b>581,575</b>		<b>Total</b>	<b>122,557</b>	<b>206,355</b>	<b>615,772</b>
10	Tax expenses -Current tax (net)	17,128	36,196	78,234		Less : Interest & Finance Charges	7,122	8,742	39,728
	-Deferred Tax	5,920	1,762	6,686		Less: Exceptional items	-	-	(5,531)
	-Fringe benefit tax	-	117	583		<b>Profit before Tax</b>	<b>115,435</b>	<b>197,613</b>	<b>581,575</b>
11	Net Profit from ordinary activities after Tax	92,387	159,538	496,072					
12	Extraordinary Items (net of tax)	-	-	-					
13	<b>Net Profit for the period</b>	<b>92,387</b>	<b>159,538</b>	<b>496,072</b>					
14	Minority Interest	32,193	44,697	126,714					
15	Share in the Profit/(Loss) of Associates	7,072	267	(15,359)					
16	<b>Net Profit after tax attributable to Consolidated Group</b>	<b>67,266</b>	<b>115,108</b>	<b>353,999</b>					

17	Paid-up equity share capital (Face value of Rs. 2 each)	<b>14,170</b>	14,170	<b>14,170</b>	<b>3 Capital Employed</b> (Segment Assets less Segment Liabilities)				
18	Reserves excluding Revaluation Reserves (As per previous year's Balance Sheet)			<b>2,547,169</b>		a) Copper	<b>358,946</b>	535,513	<b>369,260</b>
19	Earning Per Share (EPS) (Rs.) (Not Annualised)*					b) Aluminium	<b>559,828</b>	470,342	<b>473,089</b>
	Basic and diluted EPS before Extraordinary items	<b>9.49 *</b>	16.25 *	<b>49.96</b>		c) Zinc & Lead	<b>565,995</b>	460,474	<b>520,864</b>
	Basic and diluted EPS after Extraordinary items	<b>9.49 *</b>	16.25 *	<b>49.96</b>		d) Power	<b>478,331</b>	224,164	<b>461,455</b>
						e) Others	<b>34,528</b>	38,525	<b>39,490</b>
						f) Unallocable	<b>1,363,208</b>	1,216,354	<b>1,378,526</b>
						<b>Total</b>	<b>3,360,836</b>	2,945,372	<b>3,242,684</b>
20	Public Shareholding (Excluding shares against which ADRs are issued)								
	Number of Shares	<b>204,514,699</b>	146,789,861	<b>199,278,574</b>					
	Percentage of Shareholding	<b>28.87%</b>	20.72%	<b>28.13%</b>					
21	Promoters & promoter group Shareholding								
	<b>(a) Pledged/Encumbered</b>								
	- Number of Shares	-	Not applicable	-					
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	Not applicable	-					
	<b>(b) - Non-encumbered</b>								
	- Number of Shares	437,177,498	Not applicable	433,537,358					
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	Not applicable	100.00%					
	- Percentage of shares (as a % of the total share capital of the company)	61.71%	Not applicable	61.19%					
	# Comprises (net) of exchange (gain)/loss - Rs. (1,057) lacs in Q1 2010, Rs. 5,887 lacs in Q1 2009, Rs.62,236 lacs in FY 2008-09.								

**Notes:-**

- 1 The standalone & consolidated results for the quarter ended 30th June 2009 have been reviewed by Audit Committee and approved and taken on record by the Board of Directors at its meeting held on 29th July 2009.
- 2 The Company opted to publish only Consolidated Financial results. The standalone results of the Company will be available on Company's website [www.sterlite-industries.com](http://www.sterlite-industries.com).
- 3 a) Consolidated Financial Statements have been prepared in accordance with the Accounting Standard 21 - "Consolidated Financial Statements and Accounting for Investments in Subsidiaries in Separate Financial Statements". The subsidiaries consolidated are Bharat Aluminium Company Limited, Sterlite Opportunities and Ventures Limited, Hindustan Zinc Limited, Sterlite Energy Limited, Monte Cello BV, Copper Mines of Tasmania Pty. Limited, Thalanga Copper Mines Pty. Limited, Sterlite Paper Limited, Fujairah Gold FZE, Talwandi Sabo Power Limited and Sterlite (USA) Inc.  
b) An associate, Vedanta Aluminium Limited, in which the Company has significant influence, is accounted under the equity method in accordance with Accounting Standard on Accounting for investment in Associates in Consolidated Financial Statements (AS 23).
- 4 Consistent with the treatment followed in earlier years, investment in equity shares of a power Company has been considered as an intangible asset. This has resulted in an additional amortisation charge of Rs.117 lacs for the quarter ended 30th June 2009 (corresponding previous quarter: Rs.117 lacs) and the net profit after tax for the quarter being lower by Rs. 77 lacs (corresponding previous quarter Rs.77 lacs). This treatment, being in preference to the requirements of Accounting Standards, has been reported on by the auditors.
- 5 Arising from the announcement of the Institute of the Chartered Accountants of India on 29th March 2008, the Company had decided to adopt Accounting Standard (AS) 30 - Financial Instruments : Recognition and Measurement effective from accounting year ended 31st March 2008.
- 6 Subsequent to agreement to purchase substantially all the operating assets of Asarco, on 12th June 2009, the Company agreed to increase the purchase consideration from \$1.7 billion to \$1.87 billion, mostly related to an expected increase in working capital on the closing date. The purchase consideration consists of a cash payment of \$1.1 billion on closing and a senior secured non-interest promissory note for \$770 million, payable over a period of nine years. This agreement remains subject to approval by the US Bankruptcy Court for the Southern District of Texas, Corpus Christi Division, before which Asarco has been in reorganization proceedings under Chapter 11 of the US Bankruptcy Code. Sterlite (USA), Inc, a wholly owned subsidiary of Sterlite has also agreed with the Asbestos representatives to grant them a put option, in case Sterlite (USA) Inc becomes the successful bidder, to sell their share of the Brownsville judgment to be distributed pro-rata by Asarco LLC to its creditors at USD 160 million less the amount of any receipt or other recovery prior to the exercise of such option. Put option can be exercised anytime after the end of two years from the effective date of plan till the end of the fourth year.
- 7 a) Out of the ADS proceeds of Rs. 8,05,093 lacs in 2007, so far the Company has utilised Rs. 6,03,100 lacs.  
b) Out of the total right issue proceeds of Rs. 1,97,230 lacs received in past, so far the Company has utilised Rs. 1,07,219 lacs.  
The unutilised proceeds of ADS & right issue have been temporarily invested in Debt Mutual Funds & Fixed Deposits with banks.
- 8 The Company has issued through public offerings of 12,34,56,790 new equity shares in the form of American Depository Shares "ADS" at a price of US\$ 12.15 per ADS in July 2009.
- 9 Current tax has been computed as per amendment proposed in the Finance (no. 2) Bill 2009. Further, no provision has been made in respect of Fringe Benefit Tax (FBT).
- 10 As per Accounting Standard 17 on Segment Reporting (AS 17), the Company has reported "Segment Information", as described below: -  
The main business segment are, (i) Copper which consist of mining of copper concentrate, manufacturing of copper cathode and continuous cast copper rod, (ii) Aluminium which consist of mining of bauxite and manufacturing of various aluminium products and (iii) Zinc which consists of mining of ore and manufacturing of zinc ingots and lead ingots (iv) Power which consists of Power excluding captive power but including power facilities predominantly engaged in generation and sale of commercial power (v) Other business segment comprise of Phosphoric Acid and Paper. The assets and liabilities that cannot be allocated between the segments are shown as unallocated corporate assets and liabilities respectively.
- 11 The above results are prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 (AS 25 – Interim Financial Reporting) and have been subjected to "Limited Review" by the Auditors of the Company.
- 12 In terms of Clause 41 of the Listing Agreement, details of number of investor complaints for the quarter ended 30th June 2009: Beginning NIL, Received 9, Disposed off 7, Pending 2.
- 13 Previous Period/Year figures have been regrouped / re-arranged wherever necessary.

**By order of the Board**

**Place: Mumbai**  
**Dated : 29th July, 2009**

**Anil Agarwal**  
**Chairman**