

# Star Ferro and Cement Limited

6, LYONS RANGE, 1ST FLOOR  
KOLKATA - 700 001  
Phone : 3025 2500

Ref: SFCL/SEC/SE/2013-14/CI-20/02

Dated: 3/02/2014

To,  
The Listing Department,  
National Stock Exchange Limited  
"Exchange Plaza",  
Bandra Kurla Complex, Bandra (E),  
Mumbai – 400 051

The Listing Department,  
Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Tower  
Dalal Street,  
Mumbai – 400001

Dear Sir(s),

**Scrip Code: SFCL (NSE), 536666 (BSE)**

**Sub: Clause 20- Outcome of Board Meeting held on 3<sup>rd</sup> of February, 2014**

The Board of Directors of the Company in its Meeting held on 3<sup>rd</sup> of February, 2014 has considered and transacted the following business:

1. The Board of Directors considered, adopted and approved the unaudited Financial Results for the Quarter and Nine Months ended 31<sup>st</sup> December, 2013 and the limited Review thereon.

This is for your information and record. You are further requested to disseminate the above information.

Thanking you,

For Star Ferro and Cement Limited

  
Ravi Mundhra

(Company Secretary)

Encl: Financial Results



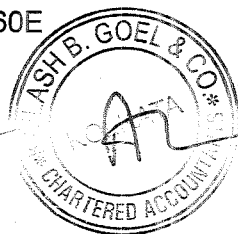
**LIMITED REVIEW REPORT TO  
THE BOARD OF DIRECTORS OF  
STAR FERRO & CEMENT LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results of Star Ferro & Cement Limited. ("the Company" ) for the quarter ended December 31, 2013, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from the disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standards 25 "Interim Financial Reporting", [ Notified pursuant to the Companies (Accounting Standards) Rules, 2006] and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For Kailash B. Goel & Co.**  
Firm Registration No. 322460E  
Chartered Accountants

*A.K. Sharma*

**CA. Arun Kumar Sharma**  
Partner  
M.No. -57329



**Place: Kolkata**  
**Date: 3<sup>rd</sup> February, 2014**

STAR FERRO AND CEMENT LIMITED  
 Regd. Office : 6 Lyons Range, Kolkata - 700001

Rs in Lakhs

Statement of Unaudited Financial Results for the Quarter and Nine Months ended 31st December 2013											
STANDALONE					CONSOLIDATED						
Quarter ended	Quarter ended	Quarter ended	NINE MONTHS ENDING	Year ended	Sl No.	PARTICULARS	Quarter ended	Quarter ended	Quarter ended	NINE MONTHS ENDING	Year ended
31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.03.2013			31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012
Unaudited	Unaudited	Unaudited	Unaudited	Audited			Unaudited	Unaudited	Unaudited	Unaudited	Audited
4,026.45	2,667.50	732.15	9,954.36	6,457.77	1	Income from Operations	33,518.29	22,163.31	15,677.60	79,100.30	47,585.21
6.99	6.45	18.20	22.77	27.60		(a) Net Sales/Income from Operations (Net of Excise Duty)	13.80	91.59	66.09	159.29	202.12
4,033.44	2,673.95	750.35	9,977.13	6,485.37		(b) Other Operating Income	33,532.09	22,254.90	15,743.69	79,259.59	47,787.33
						Total Income from Operations (Net)					
939.99	1,079.49	250.89	3,019.41	2,503.79	2	Expenses	6,782.82	4,413.53	1,604.75	15,265.42	8,199.27
(18.79)	(317.88)	13.96	513.41	(501.15)		a. Cost of Materials consumed	(2,494.17)	2,460.69	(62.12)	(1,762.11)	(674.51)
165.14	124.62	92.34	414.16	377.22		b. Changes in Inventories of finished goods, work-in-progress and stock-in-trade	1,992.63	1,935.85	1,091.23	5,680.84	2,838.79
123.45	123.21	145.70	368.64	551.63		c. Employee benefits expense	4,089.02	4,053.53	11,722.83	12,091.60	19,562.99
1,556.87	1,585.53	566.70	4,629.91	4,118.98		d. Depreciation and amortisation expense	18,105.32	12,753.25	765.08	46,411.39	11,173.30
2,766.67	2,594.96	1,069.59	8,945.53	7,050.47		e. Other expenditure	28,475.62	25,616.85	15,121.77	77,687.14	41,099.84
						Total expenses					
1,266.77	78.99	(319.24)	1,031.60	(565.10)	3	Profit from Operations, before other income, finance costs and exceptional items (1-2)	5,056.47	(3,361.95)	621.92	1,572.45	6,687.49
0.01	0.04	-	0.13	0.39	4	Other Income	72.78	40.76	69.13	274.12	155.01
1,266.78	79.03	(319.24)	1,031.73	(564.71)	5	Profit from ordinary activities before finance costs and exceptional items (3+4)	5,128.75	(3,321.19)	691.05	1,846.57	6,842.50
92.65	108.80	71.84	317.42	201.78	6	Finance costs	2,268.46	1,704.43	434.78	6,606.05	1,392.18
1,174.13	(29.77)	(341.08)	720.31	(766.49)	7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	2,860.29	(5,025.62)	256.27	(4,759.48)	5,450.32
					8	Exceptional items	(81.40)	(2,596.22)	(22.74)	261.73	(17.64)
1,174.13	(29.77)	(341.08)	720.31	(766.49)	9	Profit/(Loss) from ordinary activities before tax (7-8)	2,941.69	(2,429.40)	279.01	(5,021.21)	5,450.32
383.90	(10.16)	(6.74)	237.35	(207.73)	10	Tax expense	233.77	(139.32)	88.49	(158.60)	(94.20)
790.23	(19.61)	(334.34)	482.96	(558.76)	11	Net Profit/(Loss) from ordinary activities after tax (9-10)	2,707.92	(2,290.08)	190.52	(4,862.61)	5,544.52
790.23	(19.61)	(334.34)	482.96	(558.76)	12	Extraordinary items					
790.23	(19.61)	(334.34)	482.96	(558.76)	13	Net Profit/(Loss) for the period (11-12)	2,707.92	(2,290.08)	190.52	(4,862.61)	5,544.52
					14	Share of profit/(loss) of associates					
					15	Minority Interest	525.51	(856.81)	181.15	(1,676.43)	1,767.82
											1,268.21

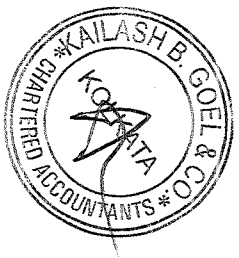


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790.23	(19.61)	(334.34)	482.96	(480.74)	(558.76)	16	Net Profit/(Loss) after taxes, minority interest and shares of profit/(loss) of associates (13-14-15)	2,182.41	(1,433.27)	9.37	(3,186.48)	3,776.70	2,492.02
2,221.73	2,221.73	5.00	2,221.73	5.00	5.00	17	a) Paid up Equity Share Capital (Face value of Rs 1/- each)	2,221.73	2,221.73	5.00	2,221.73	5.00	5.00
-	-	2,216.73	-	2,216.73	2,216.73		b) Share Capital Pending Allotment	-	-	2,216.73	-	2,216.73	2,216.73
8,872.13	8,081.90	8,166.80	8,872.13	8,146.80	8,389.17	18	Reserves excluding Reconciliation Reserves	63,863.64	61,681.23	53,064.27	63,863.64	53,064.27	67,049.81
						19	Earnings Per Share (EPS) - before and after extraordinary items (not annualised) Rs.						
0.36	(0.01)	(66.87)	0.22	(96.15)	(111.75)		- Basic	0.98	(0.65)	1.87	(1.43)	755.34	498.40
0.36	(0.01)	(0.15)	0.22	(0.22)	(0.25)		- Diluted	0.98	(0.65)	1.87	(1.43)	1.70	1.12
							Face Value of Shares Rs. 1/-						
<b>PART II</b>													
60,243,613	60,243,613	-	60,243,613	-	-	A	<b>PARTICULARS OF SHAREHOLDING</b>						
27.12	27.12	-	27.12	-	-	1	Public Shareholding	60,243,613	60,243,613	-	60,243,613	-	-
							-Number of Shares	27.12	27.12	-	27.12	-	-
							-Percentage of shareholding						
						2	Promoter and Promoter Group Shareholding						
							Pledged /Unpledged						
3,000,000	3,000,000	-	3,000,000	-	-		-Number of Shares	3,000,000	3,000,000	-	3,000,000	-	-
1.85	1.85	-	1.85	-	-		-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	1.85	1.85	-	1.85	-	-
1.35	1.35	-	1.35	-	-		-Percentage of shares (as a % of the total share capital of the Company)	1.35	1.35	-	1.35	-	-
							Non-Encumbered						
158,929,377	158,929,377	500000	158,929,377	500000	500000		-Number of Shares	158,929,377	158,929,377	500000	158,929,377	500000	500000
98.15	98.15	100	98.15	100	100		-Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	98.15	98.15	100	98.15	100	100
71.53	71.53	100	71.53	100	100		-Percentage of Shares (as a % of the total share capital of the Company)	71.53	71.53	100	71.53	100	100

**PARTICULARS**

<b>INVESTOR COMPLAINTS</b>													
Pending at the beginning of the quarter													
Received during the quarter													
Disposed of during the quarter													
Remaining unresolved at the end of the quarter													
													Quarter ended 31.12.2013
													Nil
													Nil
													Nil
													Nil



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STAR FERRO AND CEMENT LIMITED  
 Regd. Office : 6 Lyons Range, Kolkata - 700001

STANDALONE (RUPEES IN LAKHS)						CONSOLIDATED (RUPEES IN LAKHS)							
Quarter ended	Quarter ended	Quarter ended	NINE MONTHS ENDING		Year ended	Sl. No.	PARTICULARS	Quarter ended	Quarter ended	Quarter ended	NINE MONTHS ENDING		Year ended
31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013			31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited			Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
4,026.45	2,658.18	732.15	9,954.36	4,063.21	6,457.77	1	Segment Revenue (Net)	4,026.44	2,658.18	732.15	9,954.36	4,063.21	6,457.77
							(a) Ferro Alloys						
							(b) Power						
							External Sales Revenue						
							Inter Segment Revenue						
1,156.57	1,149.81	325.07	3,538.93	2,155.39	3,615.25		3,536.31	2,920.45	1,322.19	11,390.98	5,247.23	7,880.58	
							(c) Cement	29,491.85	19,505.13	14,945.45	69,145.94	43,522.00	59,206.35
5,183.02	3,807.99	1,057.22	13,493.29	6,218.60	10,073.02		37,054.60	25,083.76	16,999.79	90,491.28	52,892.44	73,613.12	
1,156.57	1,149.81	325.07	3,538.93	2,155.39	3,615.25		3,536.31	2,920.45	1,322.19	11,390.98	5,247.23	7,880.58	
4,026.45	2,658.18	732.15	9,954.36	4,063.21	6,457.77		33,518.29	22,163.31	15,677.60	79,100.30	47,585.21	65,132.54	
							Net Sales/Income from Operations						
							2 Segment Results (Profit/(Loss) Before Tax & Finance Cost)						
922.43	(238.79)	(211.50)	190.67	(449.18)	(1,090.24)		922.42	(238.79)	(211.50)	190.66	(449.18)	(1,090.24)	
355.41	319.13	(107.34)	874.97	6.75	576.44		1,401.89	(51.43)	108.81	2,300.49	665.44	1,058.80	
							(c) Cement	3,306.89	(3,650.21)	1,488.10	(719.42)	7,299.95	7,252.39
1,277.84	80.34	(318.84)	1,065.64	(442.93)	(563.80)		5,631.20	(3,940.43)	1,385.41	1,771.73	7,516.21	7,220.95	
92.65	108.80	21.84	311.42	113.50	201.78		2,268.46	1,704.43	434.78	6,606.05	1,392.18	2,858.86	
							Less : Finance Costs						
(11.06)	(1.31)	(0.40)	(33.91)	(1.36)	(0.91)		(421.05)	3,215.46	(671.62)	(186.89)	(673.71)	(230.91)	
1,174.13	(29.77)	(341.08)	720.31	(557.79)	(766.49)		2,941.69	(2,429.40)	279.01	(5,021.21)	5,450.32	4,131.18	
							Total Profit/(Loss) Before Tax						
							3 Capital Employed (Segment Assets less Segment Liabilities)						
7,564.06	4,016.39	4,471.91	7,564.06	4,471.91	4,679.14		7,564.06	4,016.39	4,471.91	7,564.06	4,471.91	4,679.14	
3,529.80	1,829.05	2,163.76	3,529.80	2,163.76	2,654.83		11,046.81	11,793.06	27,665.53	11,046.81	27,665.53	13,594.34	
							(b) Power	71,109.60	69,767.18	123,855.39	71,109.60	123,855.39	74,734.37
							(c) Cement	89,722.47	85,576.63	156,012.83	89,722.47	156,012.83	93,007.85
11,093.86	5,845.44	6,635.67	11,093.86	6,635.67	7,333.97		Total						



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NOTES :


- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 03rd February, 2014.
- 2 The company has exercised option available to it under clause 45A of Accounting Standard - 11 "The Effects of change in Foreign Exchange Rates" as amended by the Companies (Accounting Standard) (Second Amendment) Rules 2011 in respect of accounting for fluctuations in foreign exchange relating to long term foreign currency monetary items with effect from 1.4.2013. Accordingly for the Quarter ending 31st December 2013 the company has adjusted a gain of Rs. 489.17 lakhs and a total loss of Rs. 4637.05 Lakhs till 31st December 2013 (prior previous Quarter ended 30.9.2013 Rs. 5126.22 lakhs. Previous year ended 31.3.2013 - Nil) to the carrying cost of its fixed assets on account of such difference arising during the current quarter/period and has provided for depreciation thereon over the balance useful life of the respective assets. Consequently the change to the P&L account is lower to that extent.
- 3 As per consistent practice, foreign exchange loss/gain towards creditors/debtors pertaining to specific segments has been included as unallocable expenditure/income, as the amount of such loss/gain for different segments is not ascertainable. However, there is no impact of this on loss/profit for the quarter/period.
- 4 Figures for the quarter/nine months ended on 31st December, 2012 have been recasted to give effect of the scheme of arrangement approved by Hon. the Calcutta High Court and as per the directive of the court, all the assets and liabilities of the Ferro Alloys and cement division (i.e. business and interests of the Century Plyboards (India) Limited in manufacture of Ferro alloys and cement including captive power plants), have been transferred to and vested in the Company at their respective book value as a going concern basis w.e.f 1st April 2012 being the appointed date.
- 5 The consolidated results include the results of subsidiaries Cement Manufacturing Company Ltd., ultimate subsidiaries Star Cement Meghalaya Ltd., Meghalaya Power Ltd., Megha Technical & Engineers Pvt. Ltd., and NE Hills Hydro Ltd.
- 6 Previous year/period figures have been rearranged /regrouped wherever necessary to make them comparable with current period figures.

Date : 3rd February, 2014

Place : Kolkata



for Star Ferro and Cement Limited

  
Hari Prasad Agarwal  
Managing Director