

**PRAKASH STEELAGE LIMITED**

Registered Office : 701, " Mahalaxmi Chambers", Bhulabhai Desai Road, Mahalaxmi, Mumbai -400026.

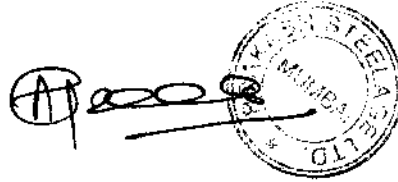
**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2010**

Sr No	Particulars	(Rupees in lacs)		
		Quarter ended	Nine Months ended on	Previous Accounting Year ended
		31/12/2010 (Un-audited)	31/12/2010 (Un-audited)	31/03/2010 (Audited)
1	(a) Gross Sales / Income from operations	14,110.84	36,350.66	45,396.22
	Less: Excise Duty	606.13	1,727.13	1,685.84
	Net Sales / Income from operations	13,504.72	34,623.53	43,710.38
	(b) Other operating income	35.02	130.59	148.25
	<b>TOTAL</b>	<b>13,539.74</b>	<b>34,754.12</b>	<b>43,858.63</b>
2	<b>EXPENDITURE :</b>			
a	Increase / (Decrease) in Stock in trade and work in progress	(1,715.75)	(2,718.26)	293.34
b	Consumption of Raw Material	5,113.90	13,394.03	15,047.57
c	Consumption of Stores & Spares	172.59	658.54	856.53
d	Purchase of traded goods	8,239.57	17,786.78	21,526.08
e	Employees Cost	189.89	510.37	522.20
f	Depreciation	112.39	303.17	383.59
g	Other Expenses	495.54	1,337.75	1,595.36
	<b>TOTAL</b>	<b>12,608.13</b>	<b>31,252.38</b>	<b>40,224.67</b>
3	<b>PROFIT FROM OPERATIONS BEFORE OTHER INCOME, INTEREST &amp; EXCEPTIONAL ITEMS (1-2)</b>	<b>931.61</b>	<b>3,501.74</b>	<b>3,633.96</b>
4	Other Income	23.19	27.88	230.67
5	<b>PROFIT BEFORE INTEREST &amp; EXCEPTIONAL ITEMS (3+4)</b>	<b>954.80</b>	<b>3,529.62</b>	<b>3,864.63</b>
6	<b>Interest</b>			
a	Interest expense	342.12	944.07	1,166.24
b	Interest income	209.64	232.21	45.31
c	Interest expense (net) c = (a)-(b)	132.48	711.86	1,120.93
7	<b>PROFIT/(LOSS) AFTER INTEREST BUT BEFORE EXCEPTIONAL ITEMS (5-6)</b>	<b>822.32</b>	<b>2,817.76</b>	<b>2,743.70</b>
8	EXCEPTIONAL ITEMS	-	-	-
9	<b>PROFIT/(LOSS) FROM ORDINARY ACTIVITIES BEFORE TAX (7-8)</b>	<b>822.32</b>	<b>2,817.76</b>	<b>2,743.70</b>
10	<b>Tax expense-</b>			
	Current Tax	200.00	850.00	890.00
	Deferred tax	29.66	84.72	68.36
	Wealth Tax	-	-	0.48
	Income / fringe benefit / wealth tax for earlier year	6.76	16.74	21.97
	<b>Total</b>	<b>236.41</b>	<b>951.46</b>	<b>980.81</b>
11	<b>NET PROFIT/(LOSS) FROM ORDINARY ACTIVITIES AFTER TAX (9-10)</b>	<b>585.91</b>	<b>1,866.30</b>	<b>1,762.89</b>
12	EXTRAORDINARY ITEMS (Net of tax expenses)	-	-	-
13	<b>NET PROFIT/(LOSS) FOR THE PERIOD (11-12)</b>	<b>585.91</b>	<b>1,866.30</b>	<b>1,762.89</b>
14	<b>PAID UP EQUITY SHARE CAPITAL (FACE VALUE RS.10/- PER SHARE)</b>	<b>1,750.00</b>	<b>1,750.00</b>	<b>1,125.00</b>
15	<b>RESERVES EXCLUDING REVALUATION RESERVE AS PER BALANCE SHEET OF PREVIOUS ACCOUNTING YEAR</b>			<b>3,962.63</b>
16	<b>EARNING PER SHARE (EPS)</b>			
	Basic & diluted EPS before extraordinary items for the period for the year to date and for the previous year (in Rs.)	3.35	13.06	15.67
	Basic & diluted EPS after extraordinary items for the period for the year to date and for the previous year (in Rs.)	3.35	13.08	15.67
17	Public Shareholding			
	Numbers of Shares	6,250,039	6,250,039	-
	Percentage of Shareholding	35.71	35.71	-



**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2010**

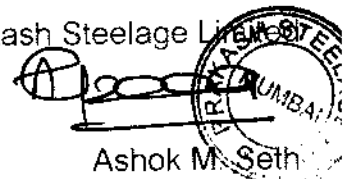
Sr No	Particulars	(Rupees in lacs)		
		Quarter ended	Nine Months ended on	Previous Accounting Year ended
		31/12/2010 (Un-audited)	31/12/2010 (Un-audited)	31/03/2010 (Audited)
18	Promoters and Promoter Group Shareholding			
	a) Pledged / Encumbered			
	Number of shares			
	Percentage of share (as a % of the total shareholding of the Promoters and Promoter Group)			
	Percentage of share (as a % of the total shareholding of the Company)			
	b) Non-encumbered			
	Number of shares	11,250,000	11,250,000	11,250,000
	Percentage of share (as a % of the total shareholding of the Promoters and Promoter Group)	100.00	100.00	100.00
	Percentage of share (as a % of the total shareholding of the Company)	64.29	64.29	100.00



**Notes:**

1. The above financial results have been reviewed by the Audit Committee and on their recommendation have been approved by the Board of Directors at its meeting held on February 8, 2011. The auditors have conducted a "Limited Review" of the unaudited financial results for the quarter ended December 31, 2010.
2. The Company's operations predominantly relate to manufacturing and trading of "Stainless Steel Tubes & Pipes". Hence, there is no separate reportable segment as per Accounting Standard 17 "Segment Reporting" as issued by The Institute of Chartered Accountants of India.
3. During the quarter and nine months period ended December 31, 2010, share issue expenses amounting to Rs.0.18 lacs and Rs.520.98 lacs respectively have been adjusted against securities premium account in terms of section 78 of the Companies Act, 1956.
4. Regarding qualifications of auditors on accounts for the year ended March 31, 2010, substantial balance confirmation letters have been obtained by the management and no major difference was found. Further, penalty on income declared at the time of search operations, carried out by income tax authorities during the year 2008-09, have not yet been assessed.
5. Details of investors' complaints for the quarter ended December 31, 2010:  
Opening: Nil; Received: 1; Responded: 1; Pending: Nil.
6. This being the first year after the Initial Public Offering, the figures of corresponding quarter and nine months period ended December 31, 2009 have not been provided.
7. Other income includes foreign currency exchange gain of Rs.4.68 lacs and Rs.199.98 lacs for the quarter ended December 31, 2010 and the year ended March 31, 2010 respectively and other expenditure includes foreign currency exchange loss of Rs.2.76 lacs for the nine months period ended December 31, 2010.
8. Interest income for the quarter includes amount of Rs.100.03 lacs realised from certain debtors during the quarter.
9. The figures of previous year / period have been regrouped or rearranged wherever necessary to conform to current period's presentation.

For Prakash Steelage Limited



Ashok M. Seth

Executive Director

Place : Mumbai

Date: February 8, 2011

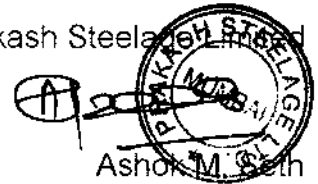
Additional disclosure in accordance with clause 43 of the Listing Agreement for the nine months period ended December 31, 2010

The details of utilization of proceeds of Rs.6875 lacs from Initial Public Offer (IPO), as required under clause 43 of the Listing Agreement are as under:

Particulars of funds utilized for objects as per prospectus	(Rs. In Lacs)	
	Amount as per Prospectus	Actual utilization
Expansion project	1938	653
Additional working capital	4142	3977
General Corporate purposes	340	217
Share issue expenses	455	427
Total	6875	5274

As on December 31, 2010, unutilized funds in the Company amounting to Rs.1601 lacs have been temporarily invested in bank deposits as mentioned in the Prospectus of the Company.

For Prakash Steels



Ashok M. Seth

Executive Director

Place : Mumbai

Date: February 8, 2011