

**STERLITE INDUSTRIES (INDIA) LIMITED**

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

**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2010**

(Rs.in crore except as stated)

| S. No. | Particulars | Quarter ended 30.09.2010 (Unaudited) | Quarter ended 30.09.2009 (Unaudited) | Half Year ended 30.09.2010 (Unaudited) | Half Year ended 30.09.2009 (Unaudited) | Previous accounting Year ended 31.03.2010 (Audited) |
|--------|---|--|--|--|--|---|
| 1 | (a) Net Sales/Income from Operations | 2,902.42 | 3,616.41 | 6,090.39 | 5,980.87 | 13,114.28 |
| | (b) Other Operating Income | 4.30 | 1.30 | 5.78 | 3.57 | 10.22 |
| | Total Income | 2,906.72 | 3,617.71 | 6,096.17 | 5,984.44 | 13,124.50 |
| 2 | Expenditure | | | | | |
| | a. (Increase)/decrease in stock in trade and work in progress | (461.47) | (83.20) | (423.38) | (409.34) | (339.79) |
| | b. Consumption of raw materials # | 2,978.66 | 3,302.66 | 5,698.46 | 5,678.49 | 11,993.85 |
| | c. Purchases of traded goods | 15.48 | 49.32 | 17.20 | 92.85 | 93.22 |
| | d. Employees Cost | 22.22 | 22.06 | 43.04 | 40.96 | 77.28 |
| | e. Depreciation | 38.22 | 37.67 | 76.29 | 74.85 | 150.64 |
| | f. Other expenditure | 209.43 | 200.28 | 437.75 | 393.76 | 790.08 |
| | Total Expenditure | 2,802.54 | 3,528.79 | 5,849.36 | 5,871.57 | 12,765.28 |
| 3 | Profit from Operations before Other Income, Interest & Exceptional Items | 104.18 | 88.92 | 246.81 | 112.87 | 359.22 |
| 4 | Other Income | 446.32 | 221.03 | 995.51 | 405.02 | 1,125.36 |
| 5 | Profit before Interest & Exceptional Items | 550.50 | 309.95 | 1,242.32 | 517.89 | 1,484.58 |
| 6 | Interest & Finance Charges @ | 4.03 | 67.59 | 120.21 | 130.18 | 263.25 |
| 7 | Profit after Interest but before Exceptional Items | 546.47 | 242.36 | 1,122.11 | 387.71 | 1,221.33 |
| 8 | Exceptional expenses | - | - | - | - | 273.53 |
| 9 | Profit from Ordinary Activities before tax after Exceptional Items | 546.47 | 242.36 | 1,122.11 | 387.71 | 947.80 |
| 10 | Tax expenses including Current & Deferred | 145.60 | 32.85 | 301.81 | 65.50 | 116.30 |
| 11 | Net Profit from Ordinary activities after Tax | 400.87 | 209.51 | 820.30 | 322.21 | 831.50 |
| 12 | Extraordinary Items (net of tax) | - | - | - | - | - |
| 13 | Net Profit for the period after Extraordinary Items | 400.87 | 209.51 | 820.30 | 322.21 | 831.50 |
| 14 | Paid-up equity share capital (Face value of Re. 1 each) (Corresponding quarter, half and previous year Rs. 2 per share) (refer Note 2) | 336.12 | 168.08 | 336.12 | 168.08 | 168.08 |
| 15 | Reserves excluding Revaluation Reserves (As per previous year's Balance Sheet) | | | | | 22,100.00 |
| 16 | Earnings Per Share (Rs.) (Not annualised)* | | | | | |
| | -Basic EPS | 1.19 * | 0.63 * | 2.44 * | 0.98 * | 2.60 |
| | -Diluted EPS | 0.93 * | 0.63 * | 2.05 * | 0.98 * | 2.46 |
| 17 | Public Shareholding (Excluding shares against which ADRs are issued) | | | | | |
| | - Number of Shares | 1,136,531,210 | 256,239,526 | 1,136,531,210 | 256,239,526 | 277,785,648 |
| | - Percentage of Shareholding | 33.81% | 30.49% | 33.81% | 30.49% | 33.05% |
| 18 | Promoters & promoter group Shareholding (Excluding shares against which ADRs are issued) | | | | | |
| (a) | Pledged/Encumbered | | | | | |
| | - Number of Shares | - | - | - | - | - |
| | - Percentage of shares | - | - | - | - | - |
| | (as a % of the total shareholding of promoter and promoter group) | | | | | |
| (b) | Non-encumbered | | | | | |
| | - Number of Shares | 1,774,568,852 | 437,177,548 | 1,774,568,852 | 437,177,548 | 437,622,694 |
| | - Percentage of shares | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| | (as a % of the total shareholding of promoter and promoter group) | | | | | |
| | - Percentage of shares | 52.80% | 52.02% | 52.80% | 52.02% | 52.07% |
| | (as a % of the total share capital of the Company) | | | | | |
| | # Comprises (net) of exchange (gain)/loss - Rs. (6.14) crore in Q2 FY 2011, Rs. 17.69 crore in H1 FY 2011, Rs. (37.04) crore in Q2 FY 2010, Rs. (45.73) crore in H1 FY 2010 & Rs. (261.27) crore in FY 2009-10. | | | | | |
| | @ Comprises (net) of exchange (gain)/loss - Rs. (60.24) crore in Q2 FY 2011, Rs. (7.99) crore in H1 FY 2011, Rs. 24.44 crore in Q2 FY 2010, Rs. 33.68 crore in H1 FY 2010 & Rs. 6.81 crore in FY 2009-10. | | | | | |

| S. No. | Segment Information | Quarter ended 30.09.2010 (Unaudited) | Quarter ended 30.09.2009 (Unaudited) | Half Year ended 30.09.2010 (Unaudited) | Half Year ended 30.09.2009 (Unaudited) | Previous accounting Year ended 31.03.2010 (Audited) |
|----------|--|--|--|--|--|---|
| 1 | Segment Revenue | | | | | |
| a) | Copper | 2,783.98 | 3,482.02 | 5,784.62 | 5,721.50 | 12,579.03 |
| b) | Phosphoric Acid | 140.91 | 162.91 | 361.70 | 299.71 | 612.79 |
| c) | Others | - | - | - | - | - |
| | Total | 2,924.89 | 3,644.93 | 6,146.32 | 6,021.21 | 13,191.82 |
| | Less: Inter Segment Revenues | 22.47 | 28.52 | 55.93 | 40.34 | 77.54 |
| | Net Sales/Income from Operations | 2,902.42 | 3,616.41 | 6,090.39 | 5,980.87 | 13,114.28 |
| 2 | Segment Results (Profit before tax & interest) | | | | | |
| a) | Copper | 100.98 | 102.10 | 211.04 | 156.66 | 398.03 |
| b) | Phosphoric Acid | 12.02 | (4.22) | 55.02 | (12.96) | 11.18 |
| c) | Others | (0.16) | (0.12) | (0.26) | (0.22) | 0.07 |
| | Total | 112.84 | 97.76 | 265.80 | 143.48 | 409.28 |
| | Less : Interest & Finance Charges | 4.03 | 67.59 | 120.21 | 130.18 | 263.25 |
| | Add: Other unallocable income net off expenses | 437.66 | 212.19 | 976.52 | 374.41 | 1,075.30 |
| | Less: Exceptional expenses | - | - | - | - | 273.53 |
| | Profit before Tax | 546.47 | 242.36 | 1,122.11 | 387.71 | 947.80 |
| 3 | Capital Employed (Segment Assets less Segment Liabilities) | | | | | |
| a) | Copper | 4,465.76 | 3,236.67 | 4,465.76 | 3,236.67 | 3,187.31 |
| b) | Phosphoric Acid | 281.30 | 235.13 | 281.30 | 235.13 | 323.29 |
| c) | Others | 7.34 | 7.55 | 7.34 | 7.55 | 7.46 |
| d) | Unallocated | 18,384.12 | 18,622.00 | 18,384.12 | 18,622.00 | 18,750.02 |
| | Total | 23,138.52 | 22,101.35 | 23,138.52 | 22,101.35 | 22,268.08 |

STATEMENT OF ASSETS & LIABILITIES

(Rs. in crore)

| Particulars | As at 30.09.2010 (Unaudited) | As at 30.09.2009 (Unaudited) |
|---|---------------------------------|---------------------------------|
| SHAREHOLDERS' FUNDS | | |
| (a) Share Capital | 336.12 | 168.08 |
| (b) Reserves & Surplus | 22,802.40 | 21,933.27 |
| LOAN FUNDS | 4,904.48 | 3,505.19 |
| DEFERRED TAX LIABILITY (Net) | 386.63 | 344.33 |
| TOTAL | 28,429.63 | 25,950.87 |
| FIXED ASSETS | 2,025.81 | 1,683.22 |
| INVESTMENTS | 12,050.99 | 18,597.62 |
| CURRENT ASSETS, LOANS & ADVANCES | | |
| (a) Inventories | 2,693.23 | 2,303.99 |
| (b) Sundry Debtors | 343.27 | 584.33 |
| (c) Cash and Bank balance | 2,038.03 | 841.29 |
| (d) Other Current Assets | 52.02 | 47.30 |
| (e) Loans & Advances | 10,541.24 | 3,671.32 |
| Less : Current Liabilities & Provisions | | |
| (a) Current Liabilities | 944.16 | 1,388.14 |
| (b) Provisions | 370.80 | 390.05 |
| Net Current Asset | 14,352.83 | 5,670.04 |
| TOTAL | 28,429.63 | 25,950.88 |

Notes:-

- 1 The above results have been reviewed by Audit Committee. The Board of Directors at its meeting held on 26th October 2010 approved the above results and its release.
- 2 Earnings Per Share for the quarter ended 30th September 2009, half year ended 30th September 2009 and Year ended 31st March 2010 have been reworked to give the effect of subdivision and bonus shares issued during the half year ended 30th September 2010 in accordance with Accounting Standard (AS) 20 on "Earnings Per Share" .
- 3 Arising from the announcement of the Institute of Chartered Accountants of India (ICAI) on 29th March, 2008, the Company had adopted Accounting Standard (AS) 30 – 'Financial Instruments: Recognition and Measurement' effective from accounting year ended 31st March 2008. Accordingly 4 % Convertible Senior Notes, issued in October 2009, has been accounted for as per AS 30 wherein the conversion option has been measured at the fair value through profit and loss account and the Notes carried at amortised cost. If AS 30 had not been adopted for this transaction, other income would have been lower by Rs 67.05 crore and Rs. 232.01 crore for the quarter and half year ended 30th September 2010, interest & finance charges would have been lower by Rs 21.91 crore and Rs 44.33 crore for the quarter and half year ended 30th September 2010 and profit after tax would have been lower by Rs. 33.02 crore and Rs 136.90 crore for the quarter and half year ended 30th September 2010 respectively.
- 4 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.
- 5 In response to the various writ petitions filed in the year 1996-1998 challenging the environment clearances for setting up of the copper smelter at Tuticorin, the Madras High Court by its order of 28th September 2010 ordered the closure of the smelter at Tuticorin. The Company filed a Special Leave Petition (SLP) in the Supreme Court of India against the impugned order of Madras High Court. The Supreme Court of India by its order dated 18th October 2010 has admitted the SLP and stayed the order of the High Court till 2nd week of December 2010, when the matter will be heard further.
- 6 "Others" business segment represents Aluminium Foils division.
- 7 In terms of Clause 41 of the Listing Agreement, details of number of investor complaints for the quarter ended 30th September 2010: Beginning 1, Received 11, Disposed off 11, Pending 1.
- 8 Previous Period/Year figures have been regrouped / rearranged / reworked wherever necessary.

By order of the Board

Place: Mumbai

Dated : 26th October 2010

Anil Agarwal

Chairman