



Press Release

For immediate publication

Jindal SAW Limited Q4 PAT at Rs. 80.19 crores

New Delhi, May 12, 2011: Jindal SAW Ltd., a total pipe solution company in the country, today announced the unaudited (standalone) financial results for the fourth quarter ended March 31st, 2011.

Blended EBITDA of the quarter ended 31st March, 2011, is approximately Rs. 8,212 PMT of total pipes sold whereas the EBITDA for full year 2010 – 11 is at Rs. 11, 350 PMT of pipes sold. This quarter witnessed lower production and higher sales.

As per the company release the profitability of the Company for the March 2011 quarter remains under pressure due to (i) execution of low margin orders including HSAW orders of GAIL (ii) Higher freight cost on few export consignments (iii) Higher input and other costs for all the segments.

Even though the demand for pipe products is expected to improve gradually, the increase in supply has outpaced the growth in demand. Further, the prices for inputs is increasing on the back of higher coking coal prices, higher petroleum prices as well as increasing financing costs. Therefore in the coming quarters too the company expects pressure on revenue and profitability. To counter the impact of these issues, the company is working towards cost control, improvement in operational efficiency, effective utilization of resources and on the top of that giving high priority to the implementation of the iron ore segment.

Order Book Position

- As at April, 2011, the order book is above US\$ One Billion, slated to be executed by end of March 2012:
 - Large Diameter Pipes – US\$ 790 Mio
 - Ductile Iron Pipes – US\$ 185 Mio
 - Seamless Pipes – US\$ 25 Mio

- The company has participated in various bids and is likely to get orders in phases. The current order book includes export orders of app. 55%. The major exports orders are from Middle East, Gulf region and South East Asia, China and Far East.

**Highlights of Unaudited financial and operational performance (stand alone) for the
4th Quarter ended March 31, 2011**

May 12, 2011

Particulars	12 months 2010-11	Q4 FY-11	Q5 FY10	Q3 FY 11
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	Rs/ Mio	Rs/ Mio	Rs/ Mio	Rs/ Mio
Quarter ended as at	Mar 31, 2011	Mar 31, 2011	Mar 31, 2010	Dec 31, 2010
Gross Turnover	43,122.50	12,186.70	11,395.80	11,001.60
Less: Excise Duty	1,576.10	633.20	533.10	367.50
Net Turnover	41,546.40	11,553.50	10,862.70	10,634.10
Total Expenditure:				
(Increase)/Decrease in Stock in trade and WIP	(665.30)	541.10	(1,631.90)	(221.70)
Consumption of Raw Material and Purchase of traded goods	25,385.80	6,628.60	8,065.50	6,552.30
Outsourcing	351.40	68.00		88.10
Total Raw Material Cost	25071.90	7,237.70	6,433.60	6,388.70
Staff Cost	1,965.40	640.40	468.60	459.70
Other Expenditure	6,274.00	1,996.10	1,080.40	1,592.80
EBITDA	8,235.10	1,679.30	2,880.10	2,192.90
Other Income (Including other operating income)	359.70	90.10	45.90	66.20
Financial Charges	1,148.60	291.20	217.80	310.70
Depreciation	1,365.80	353.90	339.10	334.90
PBT	6,080.40	1,124.30	2369.10	1,613.50
Provision for Tax	1,495.80	322.40	566.40	363.40
PAT	4,584.60	801.90	1,802.70	1,250.10
Blended EBITDA- Rs/ MT	11,350	8,212	12,997	12,308
RATIOS				
EBITDA to Net Sales	19.82%	14.53%	26.51%	20.62%
RM to Net Sales	60.35%	62.65%	59.23%	60.08%
Finance cost to Net Sales	2.77%	2.52%	2.01%	2.92%
PBT to Net Sales	14.64%	9.73%	21.81%	15.17%
PAT to Net Sales	11.03%	6.94%	16.60%	11.76%

About Jindal SAW Ltd.: Jindal SAW Ltd is a part of USD 12 billion O.P. Jindal Group, the fourth largest industrial house in India. The group also has the distinction of having global footprints. Today commanding a market leader position it is a global major providing Total Pipe Solutions to the ever-growing needs of the industry.

Jindal SAW Ltd. is the leading production hub of SAW Pipes primarily used for transportation of oil and gas. With integrated facilities at multiple locations Jindal SAW has diversified into a multi-product company, manufacturing large diameter Submerged Arc Welded pipes and spiral pipes and bends for energy transportation sector; Carbon, alloy and stainless steel Seamless tubes manufactured by conical piercing process for industrial application and

Ductile Iron pipes for water and sewage transportation. Besides this Company provides value added products and services like anti-corrosion coatings for pipe and bends, induction bends and connector casings. ISO 9002, 14001, 18001 certification awarded bespeak of Company's continued commitment to the welfare, safety and security of employees as well as the custodian of best business practices.

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