

**Highlights of Unaudited financial and operational performance (stand alone) for the
3rd Quarter ended December 2011**

February 9, 2012

Particulars	Q3 FY-11-12 (Unaudited) Rs/ Mio	Q3 FY10-11 (Unaudited) Rs/ Mio	FY 2010-11 (Audited) Rs/ Mio
Quarter ended as at	Dec 31, 2011	Dec 31, 2010	Mar 31, 2011
Gross Turnover	11,291.00	11,001.60	43,453
Less: Excise Duty	354.10	367.50	1,573
Net Turnover	10,936.90	10,634.10	41,880
Other Operating Income	30.20	25.00	164.70
Total Expenditure:			
(Increase)/Decrease in Stock in trade and WIP	(1,552.8)	(221.70)	(136)
Consumption of Raw Material and Purchase of traded goods	8,662.5	6,640.40	25,004
Total Raw Material Cost	7,109.70	6,388.70	24,868
Staff Cost	587.80	459.70	2,050
Other Expenditure	1,874.30	1,592.80	6,713
EBITDA	1395.30	2,192.90	8,413.70
Other Income	8.40	41.20	198.80
Financial Charges	205.40	310.70	1,191
Depreciation	367.00	334.90	1367
Exceptional Items - Significant changes in Rupee against USD (Net)	324.60		
PBT	506.70	1,613.50	6,055
Provision for Tax	141.30	363.40	1,414
PAT	365.40	1,250.10	4,641
Blended EBITDA- Rs/ MT	8,979	12,308	11,606
RATIOS			
EBITDA to Net Sales	12.76%	20.62%	20.17%
RM to Net Sales	65.01%	60.08%	59.38%
Finance cost to Net Sales	1.88%	2.92%	2.84%
PBT to Net Sales	4.63%	15.17%	14.46%
PAT to Net Sales	3.34%	11.76%	11.08%
EPS- Fully Diluted (FV- Rs2/-)	1.32	4.53	16.57
EPS- Basic (FV- Rs2/-)	1.32	4.37	16.00

Notes:

- a) Blended EBITDA, for the 3rd quarter ended 31th Dec 2011 is app. Rs 8,979 PMT of total pipes sold whereas the EBITDA for 2nd quarter ended September 30, 2011 was app. Rs 7,313 PMT of pipes sold.

OPERATIONAL & FINANCIAL HIGHLIGHTS

For the 3rd Quarter ended Dec 2011, the sales break up was as under:

Products	Quantity Sold (MT)- app.	Value (Rs/ Mio)
Indian Operations		
- Large Dia Pipes		
- L Saw	43,400	3,452
- H Saw	25,700	1,393
- Ductile Iron Pipes + Pig Iron	50,000	2,185
- Seamless Tubes	36,299	3,602
Others/ Scrap etc		305
Total		10,937

Geographical Break up

- Sale in India - 50 %
- Sale outside India - 50%

During the quarter the sales were lower due to lower dispatches leading to higher closing inventory of finished goods and semi finished goods at the end of Dec 2011. Lower dispatches are due to (a) delay in approvals of product from new customers (b) delay in deployment of ships by customer where sale is on FOB basis however in that case customer agreed to pay major portion on inspection of finished goods. These materials are expected to increase the shipments in Q4.

Operational performance

3rd Quarter ended as at Dec 31, 2011 witnessed lower dispatches leading to lower sales and profitability. However the profitability per MT is broadly in line with previous quarter performance.

Saw Pipe Segment: This quarter, the company has executed (a) balance quantity (app. 13000 MT) of out of the domestic order where the company incurred operational loss (b) The dispatches in exports remains low due to reasons mentioned above (c) Closing stock is higher which is under shipment in Q4.

DI Segment: The Company continued experiencing pressure of lower realization, higher coking coal prices and inconsistent availability of Iron Ore. Higher coking coal impact would be seen till end of FY 12. The coking coal prices have started correcting in a gradual manner where impact on operations would be seen from April 2012 onwards.

Seamless Segment: This segment remained stable and we expect the improvement in production from next year. Drill pipe unit has already received API approval and we are now looking at securing orders for the same. The realization and profitability, in seamless segment, for this quarter is higher due to positive impact of foreign exchange fluctuations. The segment has negligent imports.

Order Book Position

- The current order book is app. 710 million, the break up is as under:
 - Large Diameter Pipes – US\$ 550 Mio
 - Ductile Iron Pipes – US\$ 125 Mio
 - Seamless Pipes – US\$ 35 Mio
- The above orders are slated to be executed by end of Sep 2012. The company has participated in various bids and likely to get orders in phases. The current order book includes export orders of app. 75%. The major exports orders are from Middle East, Gulf region and South East Asia, China and Far East.

Financing and Liquidity

- a) As at Dec 31, 2011, net debt in the Company (standalone) was app. Rs 26,000 mio (app. USD 490 mio.) including ECB/ long term loans and fund based working capital and other unsecured loans. The loan includes app. Rs 11000 Mio (app. USD 205 Mio) on account of buyers' credit. As at Jan 31, 2012 the total net debt is at Rs 24000 Million including Buyers' Credit.
- b) To meet the funds requirements for capital expenditures etc, the Company may raise long term funds.

Status of Demerger of the Investment Undertaking of the Company

Consequent upon the approval of Scheme of Arrangement and Demerger (Scheme) under sections 391-394 of the Companies Act, 1956 between the Company and Hexa Tradex Ltd. (HTL) by Hon'ble High Court of Allahabad which has become effective from 5th November, 2011, the Investment Undertaking of the Company stood transferred and vested in HTL with effect from the appointed date w.e.f. 1st January, 2011. On 23rd November, 2011 (Record Date), the equity shares by Hexa Tradex Limited were allotted and issued to the account of the eligible shareholders of Jindal Saw Limited. Company has already completed all formalities with respect to listing of shares. Listing approval is pending at BSE/NSE.

STATUS OF NEW PROJECTS/ CAPITAL EXPENDITURES

Following major initiatives are under implementation:

- a) Ductile Iron Plant with additional waste heat recovery based power project and coke oven plant. This expansion will provide additional 200,000 MTPA ductile pipe with wider range of sizes etc. The project, with a capital outlay of app. Rs 4000 million, is now expected to commence operations around May 2012.
- b) Greenfield Ductile Iron pipe facility in United Arab Emirates through a joint venture company with majority stake with Jindal Saw Limited. The plant shall have a capacity of 300,000 MTPA and the operations will commence in two phases. First phase is expected to commence trial operations around April 12.
- c) Iron Ore Mines: Pursuant to the allocation of Iron ore mines in the State of Rajasthan, the company has already initiated requisite steps to roll out the project implementation including civil work, finalization of engineering details and installation of the plant and machinery. Commencement of trial runs at Beneficiation plant which was expected by the end of March 2012 is now delayed to around June 2012 due to non availability of power by the State Electricity Board. The Company is putting its best efforts to expedite the process. Even though there are delays in Beneficiation plant due to availability of power which is largely out of the control of the Company, the implementation of the



pallet plant remains on course to be commissioned in the last quarter of the next financial year 2012-13.

- d) Drill pipe at USA: The plant has already commenced trial runs and the necessary approvals are received. We are doing marketing to secure orders.

Jindal ITF Limited

Through its wholly owned subsidiary, Jindal ITF Ltd. is engaged in the business of providing urban services in the area of water management and also the integrated MSW management. The company has steadily gained traction and in the water business had bagged contract worth Rs 400 crore and has an order book of app. Rs 1500 crores.

In Urban infrastructure, the company has successfully commissioned the country's largest waste to energy facility in Delhi which has been synchronized with the grid. It has also bagged integrated projects in three more cities which have commenced operations.

In the Jindal Rail, The Company has successfully commenced the production and is currently executing an order of 250 stainless steel wagons from Indian Railways.

We expect that these businesses should have a lot of potential and with the first mover advantage should be able to contribute significantly to Jindal Saw's revenues and profits.

OUTLOOK

The Company's product portfolio includes LSAW and HSAW pipes, hot milled and cold milled carbon steel, alloy steel and stainless steel seamless tubes and pipes and DI pipes of various grades and dimensions. Even though the demand for these products is expected to improve gradually but currently we are witnessing a weaker trend due. Due to mismatch in demand and supply, there are pressures on realizations and profitability.

The price volatility and availability of major raw materials, higher petroleum prices, sharp fluctuations of currencies and especially significant weakness in Indian Rupee against US Dollar, increasing financing costs etc. are likely to remain major issues in short to medium term. In addition to this, the global economic turmoil is likely to affect the sector and thus we anticipate that this trend of weakness may continue for some more time.

We expect that increased coking coal prices will specifically affect the profitability of Ductile Iron pipe segment in the short term and perhaps till end of FY 2012. We are seeing a softness in coking coal prices and some improvement in sale prices which should have a positive impact on the profitability of DI pipe operations from April 2012.

Forward Looking Statements

This document contains statements that constitute "forward looking statements" including, without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to our future business developments and economic performance. While these forward looking statements represent our judgment and future expectations concerning the development of our business, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations.

These factors include, but are not limited to, general market, macro-economic, governmental and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with us, legislative developments, and other key factors that we have indicated could adversely affect our business and financial performance. Jindal Saw undertakes no obligation to publicly revise any forward looking statements to reflect future events or circumstances.