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ALKALI METALS LTD., (An ISO 9001-14001 accredited company)
Unaudited Financial results for the Quarter ended 30th September, 2011

| Particulars | (Amount Rupees in Lakhs) | | | | |
|--|------------------------------|------------------------------|---|---|---|
| | 3 months ended 30-09-2011 | 3 months ended 30-09-2010 | Figures for 6 months ended 30/09/2011 | Corresponding 6 months ended in the previous year 30/09/2010 | Figures for the Previous accounting year ended 31/03/2011 |
| | Un Audited | Un Audited | Un Audited | Un Audited | Audited |
| 1. (a) Net Sales/Income from operations | 1,356.26 | 1,898.11 | 2,661.52 | 3,257.00 | 6,560.27 |
| (b) Other Operating Income | 840.28 | 0.00 | 840.28 | 0.00 | 0.00 |
| 2. Expenditure | | | | | |
| a. Increase/decrease in stock in trade and work in progress | -216.52 | -87.14 | -251.87 | -253.02 | -162.94 |
| b. Consumption of raw materials | 826.35 | 939.78 | 1,431.41 | 1,581.64 | 3,058.01 |
| c. Purchase of traded goods | 1,110.40 | 0.00 | 1,110.40 | 0.00 | 0.00 |
| d. Power & Fuel | 278.58 | 273.97 | 476.18 | 493.74 | 927.57 |
| e. Repairs & Maintenance | 48.26 | 41.31 | 86.70 | 72.76 | 140.04 |
| f. Employees cost | 178.34 | 199.69 | 299.15 | 364.80 | 675.87 |
| g. Manufacturing Expenses | 90.19 | 84.55 | 162.09 | 141.30 | 262.22 |
| h. R & D Expenditure | 34.60 | 75.26 | 109.71 | 155.66 | 312.96 |
| i. Administrative Expenses | 25.32 | 36.46 | 54.35 | 57.77 | 115.36 |
| j. Marketing Expenses | 56.00 | 101.06 | 120.93 | 176.41 | 337.78 |
| k. Foreign Exchange Flucuation | 2.55 | -0.32 | -0.52 | -24.48 | -26.36 |
| l. Amortisation of Expenses | 16.50 | 16.50 | 33.00 | 33.00 | 65.99 |
| m. Depreciation | 76.02 | 63.71 | 139.26 | 126.26 | 261.18 |
| n. Other expenditure | 0.64 | 2.50 | 1.23 | 2.61 | 2.94 |
| o. Total | 2,527.23 | 1,747.33 | 3,772.01 | 2,928.46 | 5,970.62 |
| 3. Profit from Operations before Other income, Interest and Exceptional Items (1-2) | -330.69 | 150.77 | -270.21 | 328.54 | 589.65 |
| 4. Other Income | 0.51 | 3.18 | 76.62 | 2.11 | 12.96 |
| 5. Profit before Interest and Exceptional Items (3+4) | -330.18 | 153.95 | -193.59 | 330.65 | 602.61 |
| 6. Interest & Bank charges | 97.46 | 65.67 | 198.75 | 122.00 | 305.41 |
| 7. Profit after Interest but before Exceptional Items (5-6) | -427.64 | 88.28 | -392.34 | 208.66 | 297.20 |
| 8. Exceptional Items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 9. Profit (+)/ Loss (-) from Ordinary Activities before tax (7+8) | -427.64 | 88.28 | -392.34 | 208.66 | 297.20 |
| 10. tax expense - Current year | 0.00 | 10.00 | 0.00 | 30.00 | 64.00 |
| - Earlier years | 0.00 | 0.00 | 0.00 | 0.00 | -197.38 |
| Deffered tax - Current year | | 10.00 | 0.00 | 0.00 | |
| - Earlier years | 0.00 | 0.00 | 0.00 | 0.00 | 118.71 |
| 11. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (9-10) | -427.64 | 68.28 | -392.34 | 168.66 | 311.87 |
| 12. Extraordinary Items (net of tax expense Rs. _____) | 0 | 0.00 | 0.00 | 0.00 | 0.00 |
| 13. Net Profit(+)/Loss(-) for the period (11-12) | -427.64 | 68.28 | -392.34 | 100.38 | 311.87 |
| 14. Paid-up equity share capital (Face Value of the Share Rs. 10/-) | 1,018.25 | 1,018.25 | 1,018.25 | 1,018.25 | 1,018.25 |
| 15. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year | 0.00 | 0.00 | 5,563.15 | 0.00 | 0.00 |
| 16. Earnings per Share (EPS) (Rs.) | -4.20 | 0.67 | -3.85 | 1.66 | 3.06 |
| 17. Public Share Holding | | | | | |
| No. of Shares (Nos.) | 3,081,664 | 3,069,411 | 3,081,664 | 3,069,411 | 3,069,411 |
| Percentage of shareholding (%) | 30.26% | 30.14% | 30.26% | 30.14% | 30.14% |
| 18. Promoters and promoter group Shareholdings | | | | | |
| a. Pledge/Encumbered | | | | | |
| Number of Shares | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Percentage of shares (as a % of total share holding of promoter and promoter group) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Percentage of shares (as a % of total share capital of the company) | | | | | |
| b. Non-Encumbered | | | | | |
| Number of Shares | 7100842 | 7113095 | 7100842 | 7113095 | 7113095 |
| Percentage of shares (as a % of total share holding of promoter and promoter group) | 100% | 100% | 100% | 100% | 100% |
| Percentage of shares (as a % of total share capital of the company) | 69.74% | 69.86% | 69.74% | 69.86% | 69.86% |



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SUMMARY OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2011

(Rs. in lakhs)

| <i>Particulars</i> | <i>6 months ended (30/09/2011)</i> | <i>Corresponding 6 months ended in the previous year (30/09/2010)</i> |
|--|--|---|
| | (Unaudited) | (Unaudited) |
| SOURCES OF FUNDS | | |
| Shareholders' Funds: | | |
| (a) Capital | 1,018.25 | 1,018.25 |
| (b) Reserves and Surplus | 5,254.18 | 5,740.15 |
| Loan Funds | 3,160.85 | 2,549.97 |
| Deferred Tax Liability | 318.44 | 209.72 |
| Total | 9,751.72 | 9,518.09 |
| APPLICATION OF FUNDS | | |
| Fixed Assets | 6,086.55 | 5,362.45 |
| Investments | 0 | 918.79 |
| Current Assets, Loans and Advances: | | |
| (a) Inventories | 1,645.56 | 1,447.23 |
| (b) Sundry Debtors | 1,024.86 | 1,548.24 |
| (c) Cash and Bank balances | 126.90 | 190.12 |
| (d) Other current assets | 2.44 | 3.11 |
| (e) Loans and Advances | 1,743.90 | 1,283.17 |
| <i>Less: Current Liabilities and Provisions</i> | | |
| (a) Liabilities | 951.84 | 1,243.91 |
| (b) Provisions | 91.63 | 222.09 |
| Net Current Assets | 3,500.19 | 3,005.87 |
| Deferred Tax Asset | 0 | 0 |
| Miscellaneous Expenditure (Not written off or adjusted) | 164.98 | 230.98 |
| Total | 9,751.72 | 9,518.09 |



Notes:

1. The above audited financial results as reviewed by the Audit Committee have been approved by the Board of Directors at their meeting held on 11th November, 2011.
2. Previous year figures have been re-grouped or re-classified wherever necessary.
3. EPS for the quarter and year-to-date was calculated as per AS 20 .
4. The Company is predominantly engaged in the manufacture and sale of chemicals where the risk and returns associated with the products are uniform. The Company has identified the location of production facilities and other assets as its primary segments for reporting. The Production Segments of the company are Unit-I (Uppal), Unit II (Dommara Pochampally) and Unit-III Visakhapatnam.

| Particulars | Rs. In Lakhs | | |
|---|----------------------------|----------------------------|-------------|
| | Half year ended 30.09.2011 | Half year ended 30.09.2010 | 2010-11 |
| Segment Revenue (Sales) | | | |
| Unit- I (Uppal) | 2700 | 1711 | 3713 |
| Unit- II (Dommara Pochampally) | 548 | 1528 | 2826 |
| Unit- III (Visakhapatnam) | 253 | 18 | 34 |
| Total Segment Revenue | 3501 | 3257 | 6573 |
| Segment Results : Profit / (Loss) before Interest and Tax | | | |
| Unit- I (Uppal) | -225 | 26 | 168 |
| Unit- II (Dommara Pochampally) | 34 | 345 | 544 |
| Unit- III (Visakhapatnam) | -16 | -60 | -165 |
| Total Segment Results | -207 | 311 | 546 |
| Less: Interest (Expense) / Income | -185 | -103 | 249 |
| Add / (Less) : Unallocable Income / (Expense) - Net | 0 | 0 | 0 |
| Add / (Less) : Exceptional Items - Net | 0 | 0 | 0 |
| Total Profit Before Tax and After Exceptional Items. | -392 | 208 | 297 |
| Capital Employed (Segment Assets less Segment Liabilities) | | | |
| Unit- I (Uppal) | 2030 | 2444 | 2226 |
| Unit- II (Dommara Pochampally) | 1610 | 1543 | 1728 |
| Unit- III (Visakhapatnam) | 2384 | 2457 | 2368 |
| Total Capital Employed in segments | 6024 | 6444 | 6321 |
| Add : Unallocable Assets less Liabilities | 0 | 0 | 0 |
| Total Capital Employed in the Company | 6024 | 6444 | 6321 |

5. Status of Investor Complaints for the quarter ended 30th September, 2011

| | |
|--|-----|
| Complaints Pending at the beginning of the quarter | Nil |
| Complaints Received during the quarter | 3 |
| Complaints disposed off during the quarter | 3 |
| Complaints unresolved at the end of the quarter | Nil |
| (Non receipt of Dividend – 3 complaints) | |

6. Deployment of Funds raised from IPO up to the 30th September, 2011 is as follows:
(Rs million)

| | As per Prospectus | Actual |
|---|-------------------|--------|
| a Setting up a new plant at Vizag for manufacturing of Active Pharmaceutical Ingredients under progress | 387.37 | 287.89 |
| b Issue expenses | 24.75 | 24.75 |

Date : 11-11-2011
Place: Hyderabad

Y.S.R. Venkata Rao
Y.S.R. Venkata Rao
Managing Director

