

GALLANT METAL LIMITED

...Building Tomorrow

Regd. Office : "Ashyana", 29C, Bentinck Street, Kolkata-700 069, West Bengal, India
 Corp. Office : Near Gate, Village : Samakhiali, Taluka : Bachau, District : Kutch, Gujarat

AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2010

| Particulars | | Audited for the Quarter ended 31st March 2010 | Audited for the Quarter ended 31st March 2009 | Audited for the Year ended 31st March 2010 | Audited for the Year ended 31st March 2009 |
|----------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------|--------------------------------------------|--------------------------------------------|
| 1 | Net Sales / Income from Operations | 11,184.01 | 8,369.91 | 43,311.59 | 44,111.22 |
| 2 | Other Income | 29.56 | 99.59 | 116.12 | 236.79 |
| 3 | Total Income (1+2) | 11,213.57 | 8,469.50 | 43,427.71 | 44,348.01 |
| 4 | Expenditure | | | | |
| a) | (Increase)/Decrease in Stock in trade & Work in Progress | (512.51) | (304.25) | (397.88) | (25.08) |
| b) | Consumption of raw materials | 8,495.63 | 6,380.89 | 33,024.26 | 33,903.23 |
| c) | Purchase of traded goods | *** | *** | *** | *** |
| d) | Employees Cost | 162.10 | 148.20 | 504.98 | 459.16 |
| e) | Manufacturing Expenses | 796.26 | 911.62 | 2,234.37 | 2,871.82 |
| f) | Depreciation (including amortisation) | 387.49 | 367.55 | 1,528.13 | 1,296.53 |
| g) | Other Expenditure | 310.83 | 413.35 | 1,540.60 | 1,975.36 |
| i) | Total Expenditure | 9,639.80 | 7,917.36 | 38,434.46 | 40,481.02 |
| 5 | Interest | 340.62 | 449.81 | 1,400.61 | 1,816.94 |
| 6 | Exceptional Items | *** | *** | *** | *** |
| 7 | Profit from Ordinary Activities before tax (3)-(4+5+6) | 1,233.15 | 102.33 | 3,592.64 | 2,050.05 |
| 8 | Tax Expenses | | | | |
| (i) | Current Tax | 210.07 | 11.28 | 611.29 | 232.28 |
| (ii) | Fringe Benefit Tax | *** | 1.50 | *** | 5.50 |
| (iii) | Deferred Tax | 626.46 | 398.60 | 626.46 | 398.60 |
| 9 | Net Profit from Ordinary activities after Tax (7-8) | 396.62 | (309.05) | 2,354.89 | 1,413.67 |
| 10 | Extraordinary Items (Net of tax expenses in Rs.) | *** | *** | *** | *** |
| 11 | Net Profit for the period (9-10) | 396.62 | (309.05) | 2,354.89 | 1,413.67 |
| 12 | Paid-up Equity Share Capital (Face Value Rs. 10/- per Equity Share) | 8,132.23 | 8,132.23 | 8,132.23 | 8,132.23 |
| 13 | Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year | *** | *** | 8,196.13 | 5,841.25 |
| 14 | Earning Per Share (EPS) | | | | |
| a) | Basic and Diluted EPS before Extraordinary Items | 0.49 | (0.39) | 2.90 | 1.81 |
| b) | Basic and Diluted EPS after Extraordinary Items. | 0.49 | (0.39) | 2.90 | 1.81 |
| Diluted Earnings Per Share | | | | | |
| 15 | Public Shareholding - No. of Shares | 37,855,669 | 36,694,666 | 37,855,669 | 36,694,666 |
| 16 | - Percentage of shareholding Promoters and Promoter Group | 46.55% | 45.12% | 46.55% | 45.12% |
| a) | Pledged/Encumbered | | | | |
| Number of Shares | 15160500 | 15160500 | 15160500 | 15160500 | |
| Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group | 34.88% | 33.97% | 34.88% | 33.97% | |
| Percentage of Shares (as a % of the total share capital of the Company) | 18.64% | 18.64% | 18.64% | 18.64% | |
| Promoters and Promoter Group | | | | | |
| b) | Non Encumbered | | | | |
| Number of Shares | 28306155 | 29467158 | 28306155 | 29467158 | |
| Percentage of Shares (as a % of the total shareholding of promoters and Promoter Group | 65.12% | 66.03% | 65.12% | 66.03% | |
| Percentage of Shares (as a % of the total share capital of the Company) | 34.81% | 36.24% | 34.81% | 36.24% | |

SEGMENT WISE REPORTING FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2010

| Particulars | | Audited for the Quarter ended 31st March 2010 | Audited for the Quarter ended 31st March 2009 | Audited for the Year ended 31st March 2010 | Audited for the Year ended 31st March 2009 |
|----------------------------------------|-------------------------------------------------------------------|-----------------------------------------------|-----------------------------------------------|--------------------------------------------|--------------------------------------------|
| 1 | Segment Revenue | | | | |
| (A) | Steel | 11,166.24 | 8,139.02 | 42,867.38 | 43,488.01 |
| (B) | Power | 1,425.26 | 1,531.14 | 7,866.42 | 5,551.21 |
| (C) | Unallocated Income | 29.56 | 99.59 | 116.12 | 236.78 |
| Total Segment Revenue | | 12,621.06 | 9,769.75 | 50,849.92 | 49,276.00 |
| Less: InterSegment Revenue - Power | | 1,407.49 | 1,300.25 | 7,422.21 | 4,928.00 |
| Net Sales/Income from Operation | | 11,213.57 | 8,469.50 | 43,427.71 | 44,348.01 |
| 2 | Segment Result | | | | |
| (A) | Steel | 1,202.43 | 263.81 | 1,516.36 | 2,634.70 |
| (B) | Power | 354.15 | 201.11 | 3,409.34 | 1,044.06 |
| Total Segment Result | | 1,556.58 | 464.92 | 4,925.70 | 3,678.76 |
| Less - Interest | | 340.62 | 449.81 | 1,400.61 | 1,816.94 |
| Less- Other Unallocable Expenses (Net) | | (17.19) | (87.22) | (67.55) | (188.23) |
| Total Profit before Tax | | 1,233.15 | 102.33 | 3,592.64 | 2,050.05 |
| 3 | Capital Employed (Segment Assets - Segment Liabilities) | | | | |
| (A) | Steel | 5,212.44 | (845.52) | 21,459.08 | 15,557.45 |
| (B) | Power | 50.60 | 392.41 | 11,691.53 | 12,646.45 |
| (C) | Un-allocable | (821.85) | (29.09) | 914.14 | 1,926.19 |
| Total | | 4,441.19 | (482.20) | 34,064.75 | 30,130.09 |

1. The above Results have been reviewed by the Audit Committee and thereafter were approved by the Board of Directors in their meeting held on 29th May, 2010 along with report of the auditors thereon.
2. The Financial Results are in accordance with the standard accounting policies followed by the Company in preparation of its statutory accounts. Deferred Tax has been considered at year end.
3. The Board of Directors has not recommended dividend on equity shares.
4. In terms of Clause 41 of the Listing Agreement with the Stock Exchanges the status of investors complaints for the quarter ended on 31.03.2010 are:

| Pending as on 31.12.2009 | Received | Redressed | Pending as on 31.03.2010 |
|--------------------------|----------|-----------|--------------------------|
| NIL | Nil | Nil | Nil |

5. Previous period / year figures have been regrouped wherever necessary.

STATEMENT OF ASSETS & LIABILITIES

| Particulars | Year ended 31.03.2010 (Audited) | Year ended 31.03.2009 (Audited) |
|----------------------------------------------------------------|------------------------------------|------------------------------------|
| SHAREHOLDERS' FUNDS: | | |
| (a) Capital | 8132.23 | 8132.23 |
| (b) Reserves and Surplus | 5841.25 | 15115.94 |
| LOAN FUNDS | 16069.26 | 1040.67 |
| PROVISION FOR DEFERRED TAX | 1667.13 | 30130.09 |
| TOTAL | 34064.75 | 30130.09 |
| FIXED ASSETS | 22725.79 | 23990.99 |
| INVESTMENTS | 865.20 | 865.20 |
| CURRENT ASSETS, LOANS AND ADVANCES | | |
| (a) Inventories | 4356.35 | 3594.34 |
| (b) Sundry Debtors | 1815.32 | 1044.29 |
| (c) Cash and Bank balances | 785.82 | 1103.81 |
| (d) Other current assets | 4102.00 | 3776.41 |
| (e) Loans and Advances | 3787.09 | 505.60 |
| Less: Current Liabilities and Provisions | | |
| (a) Liabilities | 2900.46 | 3974.26 |
| (b) Provisions | 1521.52 | 874.02 |
| MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED) | | |
| | 49.16 | 97.73 |
| PROFIT AND LOSS ACCOUNT | | |
| | ---- | ---- |
| TOTAL | 34064.75 | 30130.09 |

FOR AND ON BEHALF OF THE BOARD

Sd/-
Chandra Prakash Agarwal
Chairman & Managing Director

Place : Kolkata
Date : 29.05.2010