

(MSPL)

MSP Steel & Power

INDIA Edition

buysellsignals.com |

Thursday, October 13, 2011

MSP Steel & Power closes at 5.6% below VWP but at 7.4% premium to 52-week low

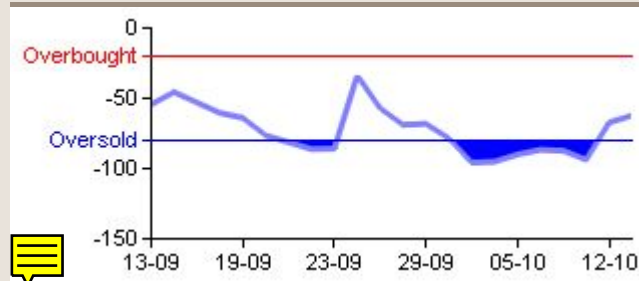
MSP Steel & Power, India's 4th largest iron & steel products company by market capitalisation, rose Rs0.40 (or 0.9%) to close at Rs43.55. The price is at a discount of 5.6% to the 1-month volume weighted average price of Rs46.116, which may appeal as a value proposition. The stock rose for a second day on Thursday bringing its two-day rise to Rs2.50 or 6.1%. Compared with the BSE Sensex index, which fell 101.0 points (or 0.6%) on the day, this was a relative price change of 1.5%.

Shares Outstanding: 58,100,000
Market Cap: Rs253 crores
 (US\$51.6 million)
Closing Price: Rs43.55

1 MONTH PRICE VOLUME 3Mo . 1Yr . 5Yr .



PERCENT R



L-T Rating: 5 out of 5

S-T Rating: 2 out of 5

Price/Earnings	5x	1-DAY PRICE (%)	0.9
ROA	4.4	5-DAY PRICE (%)	3.7
ROE	15.7	Present Value Rs1000 (1 year)	620
EPS 1-YR GROWTH (%)	56.4	REL STRENGTH (6M)	25.1
Earning Yield	19.8	PEMAP50	0.96
Price/Sales	0.5x	30-DAY PRICE (%)	-4.1
Price/NTA	0.8x	1-YEAR PRICE(%)	-38.7
Yield %	1.2	3-MONTH PRICE(%)	-25.8

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A publication of:

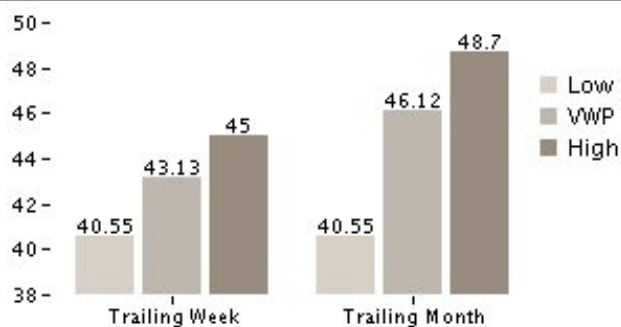
Company Overview

Activities

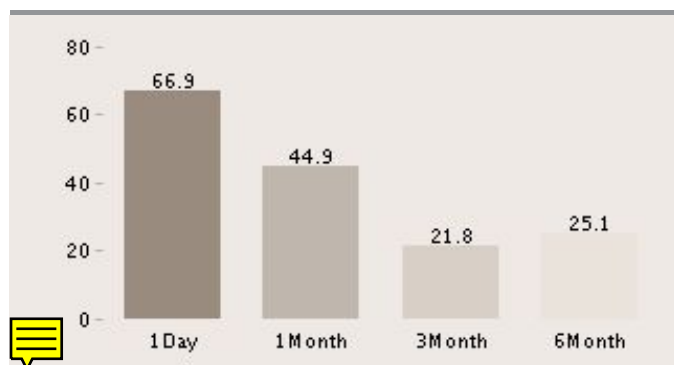
MSP Steel & Power Ltd. is engaged in the production of iron and steel. The Company has a diversified portfolio, including sponge iron, steel, power generation, rolling mills and ferro alloys.

Further details can be found at www.mspsteel.com.

VOLUME WEIGHTED PRICE



RELATIVE STRENGTH



Top Management

The auditor is S.R Batliboi And Co, the managing director is Suresh Kumar Agrawal and the chairman is P.M. Agrawal.

Financials

ANNUAL REPORT FOR THE YEAR ENDED MARCH 31, 2011

year-on-year comparisons with previous corresponding period

FAVOURABLE CHANGES

- Total revenue up 31.4% to Rs553.9 crores (\$US123.9m)
- Net profit growth 56.7% to Rs50.2 crores (\$US11.2m)
- EPS growth 56.4% to Rs8.62 (US19.29c)
- Interest cover up 34.5% to 3.9
- EBIT Margin up 24.1% to 17.5%
- A track record of profits in 3 of the last 3 years
- 5-years average annualized earnings growth rate of 114.5%
- Total liabilities to EBITDA down 3.8% to 7.4. While this compares unfavourably with the Joseph Piotroski benchmark of <5, the trend is favourable
- Current ratio up 10.9% to 3.7
- Net tangible assets per share up 43.2% to Rs55.06 (\$US1.2)
- EBIT to total assets up 5.0% to 8.0%.

UNFAVOURABLE CHANGES

- Total liabilities to total assets up 1.4% to 0.7
- Working capital to total assets down 9.8% to 18.5%
- Total revenue to total assets down 10.6% to 0.5.

MAJOR COMMON SIZE RATIOS

- Total non-current assets to total assets up from 70.6% to 74.6%
- Fixed assets to total assets up from 33.1% to 44.0%
- Total current assets to total assets down from 29.4% to 25.4%
- Current inventory to total assets up from 8.8% to 10.6%
- Cash to total assets down from 5.0% to 1.0%
- EBITDA to Sales up from 16.9% to 19.8%
- EBIT to Sales up from 13.9% to 16.3%
- Profit before tax to sales up from 9.1% to 12.1%
- Profit after tax to sales up from 7.6% to 9.1%
- Interest expenses to sales down from 4.8% to 4.2%.

Issued Capital

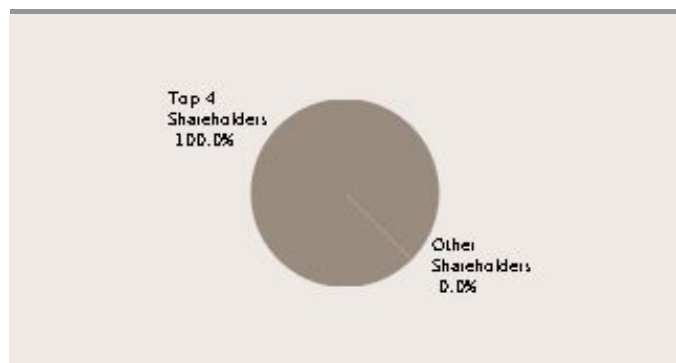
Based on 58,100,000 issued equity shares the market capitalisation is Rs253 crores (US\$51.6 million). It is India's 5th largest Iron & Steel Products company by total revenue.

Company Overview Cont.

TOP 3 SHAREHOLDERS

Name of Shareholder	No. of Shares	% Held
Promoters (Indian & Foreign)	42	71.8
Float	16	27.2
Institutions	0	0.52
Total	58	99.52

TOP 4 SHAREHOLDERS



Shareholder Returns

TRAILING ONE WEEK

The stock rose three times (60% of the time) and fell twice (40% of the time). The aggregate volume was 0.2 times average trading of 1,014,495 shares. The value of Rs1,000 invested a week ago is Rs1,046 [vs Rs1,068 for the BSE Sensex index], for a capital gain of Rs46 (or rise of 4.6%).

TRAILING ONE MONTH

The stock fell twelve times (57% of the time), rose seven times (33% of the time) and was unchanged twice (10% of the time). The aggregate volume was 0.5 times average trading of 4,463,778 shares. The value of Rs1,000 invested a month ago is Rs959 [vs Rs1,025 for the BSE Sensex index], for a capital loss of Rs41 (or loss of 4.1%).

TRAILING ONE YEAR

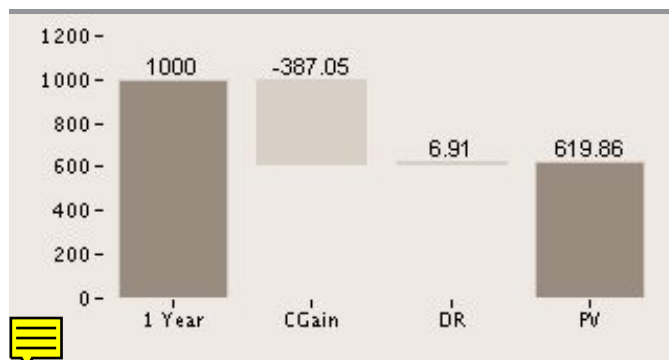
The value of Rs1,000 invested one year ago is Rs620 [vs Rs836 for the BSE Sensex index], including a capital loss of Rs387 and dividend reinvested of Rs7. The total return to shareholders for 1 year is -38.0%.

TRAILING FIVE YEARS

A three-bagger in the past five years, the value of Rs1,000 invested five years ago is Rs3,748, including a capital gain of Rs2,675 and dividend reinvested of Rs73.

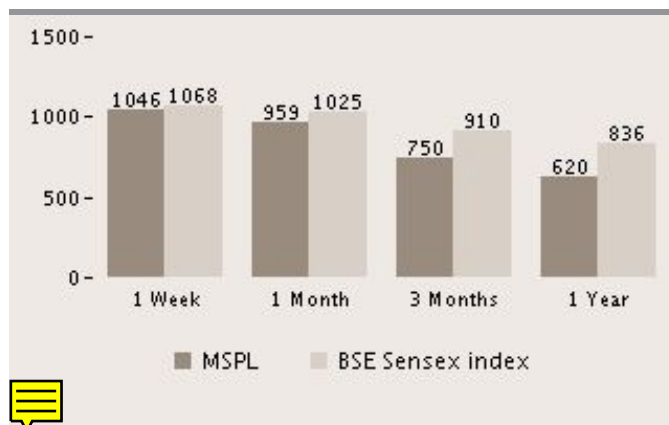
PRESENT VALUE RS1000

3Yr . 5Yr .



SHAREHOLDER RETURNS

5Yr .



Analysis & Rating (Long-Term & Short-Term)

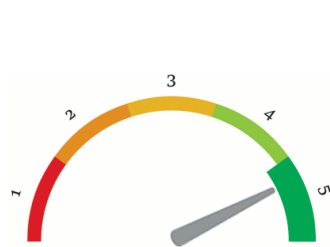
Long-Term Rating (Fundamentals): 5 out of 5

MSP Steel & Power is ranked number 4 out of 43 listed iron & steel products companies [that traded today] in India with a market capitalization of Rs253 crores (US\$51.6 million).

In the iron & steel products companies it has the 3rd highest total assets and 5th highest revenues.

Within its sector it has a relatively low P/E of 5, a moderate P/S of 0.5.

It has a strong relative ROE of 15.7% and ROA of 4.4%. The dividend yield is high at 1.2%. Finally, its earnings growth in the past 12 months has been a comparatively high 56.4%.



Stocks are scored on a set of parameters reflecting fundamental analytical tools involving valuation, size and financial performance. They are ranked according to the average values of those parameters. The highest rating is 5 and the lowest rating is 1.

Relative Valuation Indicators - RVI™ - Fundamental Analysis

THE STOCK MEETS THE FOLLOWING VALUE CRITERION SET BY BENJAMIN GRAHAM:

- "An earnings-to-price yield of at least twice the triple-A bond"; the stock's earning yield of 19.8% is 2.27 times the triple-A bond yield of 8.74%.
- "Current ratio of two or more"; current assets are 3.66 times current liabilities.

THE STOCK HAS A SCORE OF 5 OUT OF 9 SET BY JOSEPH PIOTROSKI [PASS MARK >=5]:

- Positive net income; Positive operating cashflow; Return on assets improvement [from 4.1% to 4.4%]; Improvement in current ratio from 3.3% to 3.66%; Total shares on issue unchanged.

OTHER BULLISH SIGNALS:

- Price/Earnings of 5.0 versus sector average of 6.3 and market average of 14.1. We estimate the shares are trading at a current year P/E of 4.3 and a forward year P/E of 3.6.
- Return on Equity of 15.7% versus sector average of 8.5% and market average of 14.8%.
- Return on Assets of 4.4% versus sector average of 3.4% and market average of 3.2%.
- The P/E of 5.0 multiplied by the P/NTA of 0.8 is 4.0. Being less than the Benjamin Graham benchmark of 22.5 the stock appears undervalued.
- The average annual compound return on the share price in the last 5 years was 30.2%, exceeding the average annual compound return on the BSE Sensex index of 8.8%

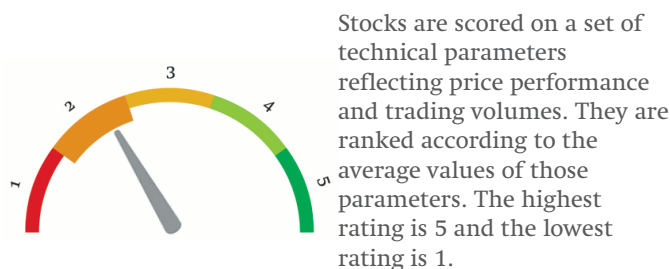
BEARISH SIGNALS:

- Price/Sales of 0.46 versus sector average of 0.2 and market average of 1.2. We estimate the shares are trading at a current year Price/Sales of 0.4 and a forward year Price/Sales of 0.4.
- The Price to Book of 0.8 higher than average of 0.6 for the Iron & Steel Products sector. We estimate the shares are trading at a current year Price to Book of 0.6 and a forward year Price to Book of 0.4.
- Total Liabilities/ EBITDA of 7.4 is more than or equal to 5, this compares unfavourably with the Joseph Piotroski benchmark of 5.
- Dividend Yield of 1.2% (based on trailing 12 months dividends of Rs0.50) versus sector average of 2.1% and market average of 1.4%. The company paid out a dividend of Rs0.50 in the past 12 months. The 10-year bond yield is currently 8.74%.

Analysis & Rating (Long-Term & Short-Term) Cont.

Short-Term Rating (Technical): 2 out of 5

Significantly its price of Rs43.55 is at a discount of 20% to its 200-day moving average price of Rs54.108. Its 52-week range has been Rs73.30 to Rs40.55; it is trading at a discount of 40.6% to its 52-week high and a premium of 7.4% to its 52-week low. Rs1,000 invested exactly one year ago is now worth Rs620 of which Rs387 is a capital loss and Rs7 is dividends. Recommended stop loss: Rs40.284



Relative Valuation Indicators - RVI™ - Technical Analysis

BULLISH SIGNALS:

- The price gained 3.7% in the last week.

BEARISH SIGNALS:

- The price dropped 4.1% in the last month.
- In the Indian market of 2,821 stocks traded today, the stock has a 6-month relative strength of 25 indicating it is trailing 75.0% of the market.
- The price to 50-day EMAP ratio is 0.96. In the past 200 days this ratio has been under 0.96 39 times suggesting downside. The 50-day EMAP has decreased to Rs45.207. A decrease is another bearish indicator.
- The Moving Average Convergence Divergence (MACD) indicator of 12-day Exponential Moving Average (EMA) minus the 26-day EMA is negative suggesting a bearish signal.
- In the last three months the stock has hit a new 52-week low once.
- The price to 200-day MAP ratio is 0.8, a bearish indicator. In the past 200 days this ratio has been under 0.8 46 times suggesting further downside. The stock is trading below both its MAPs and the 50-day MAP of Rs45.162 is lower than the 200-day MAP of Rs54.108, a bearish indicator. The 200-day MAP has decreased to Rs54.108. A decrease is another bearish indicator.

Technical Analysis

Price Dynamics

VOLATILITY

The stock traded between an intraday low of Rs42.05 and nine-day high of Rs45.0. The price range has expanded in the last two days (from Rs1.70 two days ago to Rs3.0 today) which, accompanied by a price rise, is a bullish signal. Today its volatility of 7.0% was 5.4 times its average volatility of 1.3%. A price rise on high volatility is a bullish signal. The average daily volatility of 6.2% places the stock in the 2nd quartile in the market meaning it is moderately volatile.

% DISCOUNT TO HIGH

The last price is at a discount of 40.6% to the 12-month high of Rs73.30 a year ago on 25 Oct, 2010.

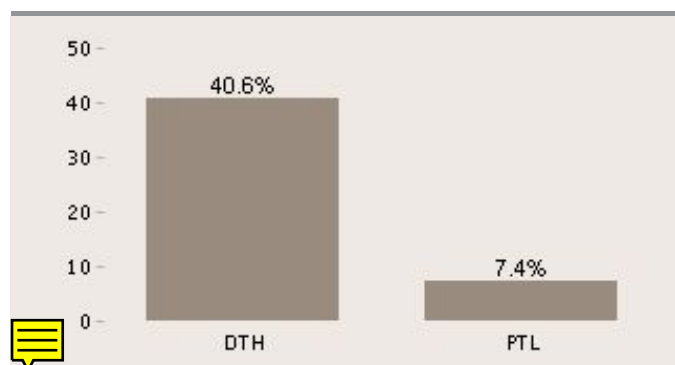
% PREMIUM TO LOW

The last price is at a premium of 7.4% to the 12-month low of Rs40.55 two-days ago on 11 Oct, 2011.

ONE-YEAR PRICE HIGH, CLOSE AND LOW PRICE 5Yr .



% DISCOUNT TO HIGH AND % PREMIUM TO LOW



FALLS TO RISES

In the last three months the number of falls outnumbered rises 35:25 or 1.4:1.

BETA

The Beta of this stock is 1.05. A Beta greater than 1 suggests this is a high risk, high return stock with volatility greater than that of the market.

STANDARD DEVIATION (SD)

SD is a statistical measure of deviation from the mean. The SD of 2.9% gives it a percentile rank of 32 meaning that 32% of stocks in the Indian market are less volatile than this stock.

TRAILING MONTH

In the last 21 trading sessions there has been a net decline of 5.43%; the stock has retreated 19 times and the biggest one day decline was 3.8% on Sep 27.

Aggregate Volumes, Prices And Turnover Period

[Volume Index or VI in brackets; 1 is average]

BSE: 532650.BO 59,154 [VI of 0.6]; volume 62.75% of aggregate. Day trader volume: 32.5% for the day; 31.5% for the trailing week and 61.4% for the trailing month. Price: Rs43.80.

NSE: MSPL.NS 35,116 [VI of 0.3]; volume 37.25% of aggregate. Day trader volume: 44.2% for the day; 33.7% for the trailing week and 57.1% for the trailing month. Price: Rs43.55.

Aggregate volume: there were 94,270 shares worth Rs41.3 lakhs (US\$84,268) traded. The aggregate volume was 0.5 times average trading of 198,733 shares.

Sector Ranking

Market Share

MSP Steel & Power vs Iron & Steel Products sector [Iron & Steel Products sector Total in Brackets]
 Revenue of Rs553.9 crores (US\$113 million)[4.1% of aggregate sector revenue of Rs13,491.1 crores; up from 3.2% in the previous year.]
 Net Profit of Rs50.2 crores (US\$10.2 million) [10.7% of aggregate sector net profit of Rs467.3 crores; up from 8.2% in the previous year.]
 EBIT of Rs90.5 crores (US\$18.5 million) [13.2% of aggregate sector EBIT of Rs683.9 crores; up from 7.6% in the previous year.]

Price Performance Rank

THE STOCK IS IN 1 INDEX AND 2 SECTORS:

The stock's rise was in keeping with the trend set by Iron & Steel Products sector of 33 stocks traded today, which was up 27.4 points or 0.4% to 7,443.9

THE STOCK'S RISE WENT AGAINST THE TREND SET BY THE FOLLOWING INDEX AND SECTOR:

BSE Sensex index which was down 101.0 points or 0.6% to 16,871.0,
 The Total Indian Market of 2819 stocks traded today, which was down 43.7 points or 0.3% to 13,550.3

Stock Ranking by Percentage Price Change, versus Index and Sectors for 1 day and 6 months

	Rank of Stock 1 Day	Rank of Stock 6 Months	Total Number of Stocks in Sector/Index
Iron & Steel Products sector	15	24	42
Total Indian Market	929	2007	3368

BuySellSignals™ Sector Valuation Table

TOTAL INDIAN MARKET

Fundamental

Valuation	P/Earnings	Price/Net Tangible Assets	Discount to	Premium to
			52-Wk High (%)	52-Wk Low (%)
Total Indian Market Avg	14.1x	2.1x	29.3	6.4
MSPL	5.04x	0.8x	40.6	7.4
Rank	405	531	1657	456
Rank 1	1.5x 521234	0.1x TRIGYN	96.9 506172	0.1 501827
Rank 2	1.5x 532937	0.1x PRAENG	95.3 531249	0.2 NSIL
Rank 3	1.5x 531472	0.1x BSELINFR A	94.8 531703	0.2 532999
Lowest Rank			0.2 504378	2472.4 531769

Size

	Market Cap Rs	Total Assets Rs	Revenue Rs
Total Indian Market Avg	2,137.9 crores	8,034.2 crores	2,824.3 crores
MSPL	253 crores	1,137.7 crores	553.9 crores
Rank	867	563	574
Rank 1	277,240 crores RELIANCE	1,647,898.2 crores SBIN	324,435.6 crores IOC
Rank 2	226,549.4 crores ONGC	489,347.3 crores ICICIBANK	278,914.6 crores RELIANCE
Rank 3	213,875.3 crores TCS	386,283.8 crores PNB	147,843.9 crores SBIN
Lowest Rank	18.8 lakhs 501700	9 lakhs 532355	1.6 lakhs 532911

Sector Ranking Count

Performance			
	ROA (%)	Yield (%)	EBITDA Margin
Total Indian Market Avg	3.2	1.4	20.8
MSPL	4.4	1.2	19.8
Rank	1161	1078	624
Rank 1	200 506016	16.8 RSWM	89.9 SJVN
Rank 2	187.5 532470	15.3 KANORICHE M	89.6 VHL
Rank 3	159.8 KINETICMOT	14.9 EONELECT	89.01 NHPC
Lowest Rank	0.003 KICL	0.01 TATAPOWER	-86.98 532039

Technical

Price Volume Dynamics											
	PV Rs1,000 (1 Yr)	Rel Strength (6m)	Hits(3m) 52-W Low	PEMAP5 0	1-Day Price (%)	5-Day Price (%)	30-Day Price (%)	3-Month Price (%)	1-Year Price (%)	30-Day Avg Volatility	Moment um
Total Indian Market Avg	738.0	48.8	-	-	-0.3	5.2	-0.4	-11.1	-27.7	3.2	-
MSPL	619.9	25.1	1	0.96x	0.9	3.7	-4.1	-25.8	-38.7	5.6	↑
Rank	1460	2007	1549	1331	929	907	1523	2145	1429	1248	506
Rank 1	24,046.8 531769	99.96 508939	53 SRGINFO TEC	2x 532379	20.4 WWIL					30.5 PGEL	↑ 508939
Rank 2	10,058.1 517415	99.9 509053	43 512149	1.6x 531373	17.7 SHARRE SLTD	45.9 523359				30.2 511728	↑ HATHW AY
Rank 3	8,044.5 506146	99.9 531977	40 NUTEK	1.5x 504382	16.7 RAMANE WS	41.9 512455				30.2 532379	↑ BLUESTA RCO
Lowest Rank	43.5 506172	0.04 512149	1 VINATIO RGA	0.3x 531611	-18.2 NUTEK					0.8 ERAINFR A	↔ 531396

Financial Results

Year-on-year Comparisons

ANNUAL REPORT: MSP STEEL & POWER (BSE:532650; NSE:MSPL) EPS UP 56.4% TO RS8.62 (US19.29C)

Summary

GENERAL INFORMATION

Company Name	MSP Steel & Power Limited	
Company ISIN	INE752G01015	
Company CODE	MSPL	
Industry	Iron & Steel Products sector	
	2011-03-31	2010-03-31
Native Currency	INR	INR
Basic Shares Outstanding	58100000	58100000
Audited by	S R Batliboi & Co	S R Batliboi & Co

Financial Results Cont.

INCOME STATEMENT

Currency in Million of INR	2011-03-31	2010-03-31	Change %
INCOME			
Gross Sales	5,178.95	4,142.78	Up 25.0
Less: Excise Duty	404.26	255.33	Up 58.3
Net Sales	4,774.69	3,887.45	Up 22.8
Other Income	359.82	71.11	Up 406.0
	5,134.52	3,958.56	Up 29.7
EXPENDITURE			
(Increase) / Decrease in Stocks	-383.56	-79.45	Deterioration 382.8
Excise Duty and Cess on Stocks (Refer Note No. 15 on Schedule 22)	20.75	8.02	Up 158.5
Raw Materials Consumed	3,165.72	2,309.11	Up 37.1
Purchase of Trading Goods	349.13	381.72	Down 8.5
Personnel Cost	153.37	119.38	Up 28.5
Manufacturing, Selling & Administrative Expenses	728.86	504.9	Up 44.4
Prior Period Expenses [Net of Prior Period Income Rs. 0.06 lacs (Rs. 1.57 6.69 lacs)]		3.06	Down 48.7
Interest & Finance Charges	234.66	204.04	Up 15.0
Depreciation	193.32	125.76	Up 53.7
	4,463.83	3,576.55	Up 24.8
Profit before Taxes	670.69	382.01	Up 75.6
Provision For Taxes:			
- Current Tax [Minimum Alternate Tax (MAT)]	139.29	68.51	Up 103.3
Less: MAT Credit Entitlement (Refer Note No. 10 on Schedule 22)	105.55	47.28	Up 123.2
	33.74	21.23	Up 58.9
Prior year Tax Expenses		0.24	
Deferred Tax charge (Net)	135.14	40.28	Up 235.5
Profit After Taxes	501.81	320.26	Up 56.7
Balance brought forward from previous Year	1,426.04	1,105.78	Up 29.0
Profit available for appropriation	1,927.85	1,426.04	Up 35.2
Appropriations:			
Dividend Paid for the year 2009-10 (Refer Note no. 20 Schedule 22)	29.05		
Dividend distribution tax on above	4.94		
Proposed Dividend for the year 2010-11			
On equity shares	29.05		
- On 6% non cumulative preference shares	1.08		
Dividend distribution tax on above	5		
Balance carried to the Balance Sheet	1,858.73	1,426.04	Up 30.3
Earning per equity share [Nominal value of shares - Rs 10/-]	Rs8.62	Rs5.51	Up 56.4
- Basic & Diluted (Rs) (Refer Note No. 13 on Schedule 22)	58,100,000	58,100,000	Steady

Financial Results Cont.

TSO

Financial Results Cont.

BALANCE SHEET

Currency in Million of INR	2011-03-31	2010-03-31	Change %
SOURCES OF FUNDS			
Shareholders' Fund			
Share Capital	656.4	581	Up 13.0
Preference Share Application Money [Pending allotment]		222	
(Refer Note No. 4 on Schedule 22)			
Reserves & Surplus	2,542.81	1,431.6	Up 77.6
	3,199.21	2,234.6	Up 43.2
Loan Funds			
Secured Loans	6,404.84	4,247.44	Up 50.8
Unsecured Loans	650.03	363.36	Up 78.9
	7,054.86	4,610.8	Up 53.0
Deferred Tax Liability (Net) (Refer Note No. 11 on Schedule 22)	333.73	198.58	Up 68.1
	7,388.59	4,809.38	Up 53.6
	10,587.81	7,043.98	Up 50.3
APPLICATION OF FUNDS			
Fixed Assets			
Gross Block	5,559.62	2,926.14	Up 90.0
Less: Accumulated Depreciation	556.71	363.39	Up 53.2
Net Block	5,002.91	2,562.75	Up 95.2
Capital work in Progress	3,118.77	2,230.56	Up 39.8
Pre-operative & Trial Run Expenses (Pending Allocation)	309.77	232.38	Up 33.3
	8,431.45	5,025.7	Up 67.8
Investments	52.31	432.35	Down 87.9
Deferred Tax Asset	0.02	0.01	Up 142.9
	8,483.78	5,458.05	Up 55.4
Current Assets, Loans & Advances			
Inventories	1,208.55	683.4	Up 76.8
Sundry Debtors	404.04	668.37	Down 39.5
Cash & Bank Balances	111.4	383.22	Down 70.9
Loans & Advances	1,168.68	541.02	Up 116.0
Other Current Assets	0.98	0.66	Up 48.0
	2,893.66	2,276.67	Up 27.1
Less:			
Current Liabilities & Provisions			
Current Liabilities	670.44	642.48	Up 4.4
Provisions	119.21	48.29	Up 146.8
	789.65	690.77	Up 14.3
Net Current Assets	2,104.01	1,585.9	Up 32.7

Financial Results Cont.

Miscellaneous Expenditure (To the extent not written off or adjusted)

Preliminary Expense	0.02	0.02	Down 23.8
	11,377.45	7,734.75	Up 47.1
	10,587.81	7,043.98	Up 50.3

Financial Results Cont.

CASH FLOW

Currency in Million of INR	2011-03-31	2010-03-31	Change %
A. CASH FLOW FROM OPERATING ACTIVITIES:			
Net Profit before taxes	670.69	382.01	Up 75.6
Adjustments for:			
Depreciation	193.32	125.76	Up 53.7
Unrealised Loss on Foreign Exchange Fluctuation/Forward	2.37	0.89	Up 166.5
Irrecoverable Debts, Deposits and Advances written off	4.67	7.41	Down 36.9
Provision for bad & doubtful debts/advances	4.98	9.87	Down 49.6
Liabilities no longer required written back	-8.17	-6.12	Deterioration 33.6
Loss on sale of fixed assets	0.01	0.09	Down 93.3
Preliminary Expenses written Off	0.005	0.005	Steady
Interest received on loans, deposits etc.	-38.38	-6.87	Deterioration 458.4
Interest Expenses	226.04	194.56	Up 16.2
Dividend Income	-0.23	-0.11	Deterioration 114.2
Operating Profit before working capital changes	384.62	325.48	Up 18.2
Movement in Working Capital for:			
(Increase)/Decrease in Sundry Debtors	254.68	-261.11	Recovery
(Increase)/Decrease in Loans & Advances	-496.52	-81.78	Deterioration 507.1
(Increase)/Decrease in Inventories	-525.15	-290.02	Deterioration 81.1
Increase/(Decrease) in Current Liabilities & Provisions	-151.25	434.05	Deterioration
Cash generated from Operations	-533.63	126.62	Deterioration
Direct Taxes Paid	111.32	52.76	Up 111.0
Net Cash generated from Operating Activities	25.75	455.86	Down 94.4
B. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets [including Pre-Operative and Trial Run Expenses (Pending allocation)]	-3,412.09	-1,654.27	Deterioration 106.3
Proceeds from sale of fixed assets	0.01	0.18	Down 92.2
Purchase of Investments		-735.16	
Sale of Investments	380.04	370.09	Up 2.7
Exchange difference arising on consolidation	-0.07	-0.005	Deterioration 1,280.0
Fixed Deposits (with maturity period of more than three months)	-14.41		
Interest received	12.47	6.71	Up 85.9
Dividends received	0.23	0.11	Up 114.2
Net cash used in investing activities	-3,033.82	-2,012.36	Deterioration 50.8
C. CASH FLOW FROM FINANCING ACTIVITIES			

Financial Results Cont.

Application money towards Preference Shares		222	
Dividend and dividend distribution tax paid	-33.99		
Proceeds from issue of share capital	532		
Deferred payment credit received	401.42		
Long Term Borrowings Received	2,285.01	1,648.88	Up 38.6
Long Term Borrowings Repaid	-404.91	-763.6	Reduced 47.0
Short Term Borrowings Received / (paid) (Net)	-357.39	679.88	Deterioration
Cash credit and working capital received (Net)	519.93	318.72	Up 63.1
Interest Paid	-220.23	-366.48	Reduced 39.9
Share Issue expenses		-0.005	
Net cash generated in financing activities	2,721.84	1,739.4	Up 56.5
Net (Decrease)/Increase in Cash & Cash equivalents (A+B+C)	-2,862.32	1,829.02	Deterioration
Cash & Cash equivalents as at the beginning of the year	3,711.18	1,882.16	Up 97.2
Cash & Cash equivalents as at the end of the year *	848.86	3,711.18	Down 77.1
* Represents the following			
Cash-on-hand	475.5	317.06	Up 50.0
With Scheduled Banks on Current Account	361.2	3,394.12	Down 89.4
Fixed Deposit (Maturity Period of not more than 3 months)	12.16		
	848.86	3,711.18	Down 77.1
Cash and Bank balances as per schedule -11	1,114.03	3,832.21	Down 70.9
Less: Fixed Deposits not considered as cash equivalent	265.17	121.03	Up 119.1
Cash & Cash equivalents in cash flow statement	848.86	3,711.18	Down 77.1

EBITDA AND MARGINS

	2011-03-31	2010-03-31
EBITDA Margin %	19.84	16.89
Earnings from Cont. Ops. Margin %	16.35	13.91
Net Income Margin %	9.06	7.6

PERFORMANCE RATIOS

	2011-03-31	2010-03-31	Change %
Return on Assets (%)	4.41	4.14	Up 6.5
Total Liabilities to EBITDA	7.44	7.73	Down 3.7
Total Liabilities to Operating Cash Flow	317.64	12.07	
Total Liabilities/Total Assets	0.72	0.71	Up 1.1
Interest Cover	3.86	2.87	Up 34.3
Current Ratio	3.66	3.3	Up 11.2

Financial Results Cont.

PER SHARE FIGURES

	2011-03-31	2010-03-31	Change %
Revenue from operating activities	Rs89.139	Rs71.304	Up 25.0
EBIT	Rs15.583	Rs10.087	Up 54.5
EBITDA	Rs18.91	Rs12.251	Up 54.3
Cash	Rs1.917	Rs6.596	Down 70.9
Working Capital	Rs36.214	Rs27.296	Up 32.7
Shareholders' Funds	Rs55.064	Rs38.461	Up 43.2
Total Liabilities	Rs140.761	Rs94.667	Up 48.7
Total Assets	Rs195.825	Rs133.128	Up 47.1
Net Tangible Assets	Rs55.064	Rs38.461	Up 43.2
EPS Final	Rs8.62	Rs5.51	Up 56.4
EPS Factor	1.0		

USD Conversion at balance date of March 31,2011
Export in XLS

News and Events

Company Announcements:Recent Headlines and Snippets

THE LAST 15 SNIPPETS WERE:

September 21, 2011: MSP Steel & Power: Proceedings of Annual General Meeting

[News Story] Ms. Steel & Power Limited has informed the Exchange regarding the proceedings of the Annual General Meeting of the members of the Company held on September 19, 2011.

http://www.nseindia.com/content/corporate/MSPSTEEL_PAGM_21092011.zipSource: National Stock Exchange of India **Open Full Announcement.**

August 23, 2011: MSP Steel & Power recommends dividend

MSP Steel & Power today announced a final dividend of 50.0 paise per share. The ex dividend date is September 08, 2011.

August 19, 2011: MSP Steel & Power announces AGM

MSP Steel & Power has announced its Annual General Meeting will take place on September 19, 2011. **Open Full Announcement.**

April 08, 2011: MSP Steel & Power: Change in Directorate

[News Story] MSP Steel & Power Ltd has informed BSE pursuant to Section 283(1)(g), Mr. Niranjan Dash the erstwhile Independent Director of the Company ceases to be director of the Company w.e.f. February 14, 2011.Source: Bombay Stock Exchange of India **Open Full Announcement.**

February 25, 2011: MSP Steel & Power: Updates

[News Story] Ms. Steel & Power Limited has submitted to the Exchange a copy of corporate presentation of the Company to shared with investors, analyst etc. as per SEBI (Prohibition of Insider Trading)

Regulation.http://www.nseindia.com/content/corporate/MSPSteel_Prest_25022011.zipSource: National Stock Exchange of India **Open Full Announcement.**

January 19, 2011: MSP Steel & Power: Financial Result Updates

[News Story] MSP Steel & Power Limited has submitted to the Exchange the Standalone Financial Results for the period ended December

31,2010.http://www.nseindia.com/content/corporate/MSPL_31DEC2010_S_Q3.zipSource: National Stock Exchange of India **Open Full Announcement.**

January 10, 2011: MSP Steel & Power: Outcome of Postal Ballot

Ms. Steel & Power Limited has informed the Exchange that pursuant to Section 192A of the Companies Act, 1956 read with the Companies (Passing of Resolution by Postal Ballot) Rules 2001, approval of the Members of the Company was sought by means of Postal ballot vide Notice dated the November 03, 2010 for the purpose of Resolutions under Section 81(1A) & Section 94 of the Companies Act, 1956.http://www.nseindia.com/content/corporate/MSPL_OPB_10012011.zipSource: National Stock Exchange of India **Open Full Announcement.**

December 27, 2010: MSP Steel & Power: Notice of Postal Ballot

[News Story] Ms. Steel & Power Limited has submitted to the Exchange a copy of the Notice of Postal Ballot pursuant to section 192A of the Companies Act, 1956 read with Companies (Passing of the Resolution by Postal Ballot) Rules, 2001.http://www.nseindia.com/content/corporate/MSP_PB_27122010.zipSource: National Stock Exchange of India **Open Full Announcement.**

December 23, 2010: MSP Steel & Power: Notice of Postal Ballot

[News Story] MSP Steel & Power Ltd has informed BSE that the members of the Company will consider to approve the resolutions, by way of Postal Ballot.http://www.bseindia.com/xml-data/corpfilings/announcement/MSP_Steel_&Power_Ltd_231210.pdfSource: Bombay Stock Exchange of India **Open Full Announcement.**

November 15, 2010: MSP Steel & Power: Financial result updates

[Company Release] MSP Steel & Power Limited has submitted to the Exchange the Standalone Financial Results for the period ended September 30,2010.http://www.nseindia.com/content/corporate/MSPL_30SEP2010_S_Q2H.zipSource: National Stock Exchange of India **Open Full Announcement.**

November 03, 2010: MSP Steel & Power: Outcome of board meeting

[Company Release] MSP Steel & Power Ltd has informed BSE that the Board of Directors of the Company at its meeting held on November 03, 2010, have decided to seek consent of the shareholders on the following resolutions through postal ballot:1. Special Resolution U/s 81 (1A) of the Companies Act 1956 for raising long term resources for an amount not exceeding Rs. 300.00 Cr, through issue of securities including issuance of securities by way of FCCB & QIB & private placement basis.2. Special Resolution U/s 81(1A) of the Companies Act 1956 for issuing Preference Shares for an amount not exceeding Rs. **Open Full Announcement.**

News and Events Cont.

November 01, 2010: MSP Steel & Power: Started operation of its 115500 MTPA of sponge Iron plant and 18 MW power plant
[Company Release] MSP Steel & Power Ltd has informed BSE that the Company has started operation of its 115500 MTPA of Sponge Iron Plant and 18 MW Power Plant. With this commissioning the total Capacity of Sponge Iron Plant has increased by 59% from 192000 MTPA to 307500 MTPA & Power Plant by 75% from 18 MW to 42 MW. The generated will be used both for captive purpose as well as for merchant sale. Source: Bombay Stock Exchange of India **Open Full Announcement.**

October 25, 2010: MSP Steel & Power: Board meeting on Nov 03, 2010
[Company Release] MSP Steel & Power Ltd has informed BSE that a meeting of the Board of Directors of the Company will be held on November 03, 2010, to consider raising of funds by various means including issuance of securities by way of FCCB & QIB and to increase the Authorised Capital of the Company. Source: Bombay Stock Exchange of India **Open Full Announcement.**

September 16, 2010: MSP Steel & Power recommends dividend
MSP Steel & Power today announced a final dividend of 50.0 paise per share. The ex dividend date is September 16, 2010. **Open Full Announcement.**

September 03, 2010: MSP Steel & Power announces AGM
MSP Steel & Power has announced its Annual General Meeting will take place on September 29, 2010. **Open Full Announcement.**

Glossary

DEBT/EQUITY

Net Debt/Net Assets (times)

CURRENT RATIO

Current Assets/Current Liabilities (times)

INTEREST COVER

Earnings Before Interest and Tax/Interest (times)

EARNINGS YIELD ACTUAL

Earnings Per Share/Share Price (%)

EBIT MARGIN

Earnings Before Interest and Tax/Revenue (%)

RETURN ON ASSETS

Net Profit/Total Assets (%)

PRICE/EARNINGS

Share Price/Earnings Per Share (times)

PRICE/SALES PS

Share Price/Sales Per Share (times)

PRICE/NTA

Closing Share Price/Net Tangible Assets Per Share (times)

CASH/MCAP

Cash plus Liquids/Market Capitalisation (times)

VOLUME INDEX

Number of shares traded in the period/Average number of shares traded for the period

MOVING AVERAGE PRICE (N PERIODS)

Sum of Prices for each Period/Number of Periods

PRICE CLOSE/MOVING AV PRICE

Latest Price/Moving Average Price

DIVIDEND YIELD

Dividend Per Share/Share Price (%)

DIVIDEND % FRANKED (A)

Dividend Per Share Franked/Dividend Per Share (%)

DIVIDEND PAYOUT RATIO

Dividend Per Share/Earnings Per Share (%)

CAPITAL PROFIT (LOSS) N YEARS AGO (3/2/1)

Value of Current Investment minus Value of Original Investment

INCOME DURING THE N YEARS (3/2/1)

Dividends received during the Period

TOTAL PROFIT (LOSS) OVER N YEARS (3/2/1)

Capital Gain (Loss) plus Dividends received minus Original Investment

TOTAL LIABILITIES/TOTAL ASSETS

Total Liabilities/Total Assets

FREE CASH FLOW PER SHARE

Earnings Before Interest, Tax, Depreciation and Amortisation Minus Capex/Per Share

CAPITAL GAIN/LOSS FROM N YEARS AGO TO N-1 YEARS AGO

Capital Gain or Loss over 1 Year/Price 1 Year Ago (%)

ANNUAL RETURN

Dividends Paid In a 12-Month Period/Price at the Beginning of the Period + Capital Gain or Loss over 1 Year/Price 1 Year Ago (%)

BANKS COST-TO-INCOME RATIO OR EFFICIENCY RATIO

Total Non-Interest Expense/Total Income (Net Interest Income + Non-Interest Income)

BANKS NON-INTEREST INCOME TO TOTAL INCOME

Non-Interest Income (Loan fees etc)/Total Income (Net Interest Income + Non-Interest Income)

BANKS TIER 1 RATIO

Tier 1 Capital (Ending Equity - Intangibles etc)/Total Tangible Assets

BANKS TIER 2 RATIO

Tier 2 Capital (Tier 1 - Subordinated Debt + Unrealised Gains/Loan Losses)/Total Tangible Assets

NET INTEREST MARGIN

Net Interest Income/Average of all Earning Assets

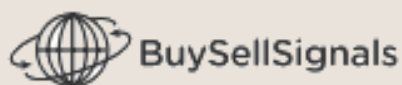
RETURN ON EQUITY (SHAREHOLDERS' FUNDS)

Net Profit/Net Assets (%)

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BST MOMENTUM COLOUR GUIDE

Momentum Up		Price increase fuelled by above average Volume
Weak Momentum Up		Price increase on below average Volume
Momentum Down		Price decrease fuelled by above average Volume
Weak Momentum Down		Price decrease on below average Volume
Strong Unchanged		Price unchanged on above average Volume
Weak Unchanged		Price unchanged on below average Volume
Untraded		Untraded

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