

## Sterlite Technologies continues to deliver strong performance; Q2FY10 EBITDA up 83%

- Strong growth in operating performance, Q2FY10 EBITDA of Rs. 91.1 Crores (Vs. Rs 49.7 Crores in the last fiscal) backed up by strong volume growth and improved profitability.
- EPS of Rs. 8.00 for Q2FY10 (Vs Rs. 0.93 in the last fiscal).
- Robust international sales in Q2FY10 of Rs. 170 Crores; 37% of Revenue.
- Revenue mix changing favourably to Optical Fiber from Copper Cables
- Capacity expansion projects for optical fiber and power conductors on track for completion as scheduled.

News Release

For Immediate Publication

**Pune, INDIA – October 20, 2009: Sterlite Technologies Limited** [BSE: 532374, NSE:STRTECH], a leading global provider of transmission solutions for the power and telecom industries, today announced its results for the quarter and half year ended September 30, 2009.

*All figures are in Rs Crores except per share data*

Financial Summary	Quarter ended September 30		Half year ended September 30		Year ended March 31
	2009	2008	2009	2008	2009
Net Revenues	465.83	665.56	902.00	1,069.74	2,289.23
Operating Profit (EBITDA)	91.08	49.69	171.34	91.33	240.31
Net Profit (PAT)	54.67	6.08	100.15	14.88	90.15
Diluted EPS (Rs)	8.00	0.93	14.66	2.29	13.90

### Financial Highlights in H1FY10

- Strong Operating Profit (EBITDA) of Rs. 171.3 Crores up 88% year over year.
- Net Profits (PAT) of Rs. 100.1 Crores, against Rs. 14.9 Crores in last year.
- EPS of Rs. 14.66 up by 640% year on year.
- ROCE at 24% vs 11% in last year
- International sales reached Rs. 326 Crores in H1FY10, approximately 36% of net revenues. Receipt of repeat orders from current customers and the addition of new eminent global customers in all of the company's focus regions.

### Business Highlights in Q2FY10

- At the start of Q3FY10, the Company has a strong order book of about Rs. 1,725 Crores for its power and telecom products.
- Achieved highest quarterly sales volumes for optical fibers and data cables in Q2FY10.
- Grant of 4 more patents in India, taking the total up to 20 patents granted.

### Progress on ongoing expansion projects

Sterlite's current optical fiber facility of 6 Million-Km is already under expansion to 12 Million-Km, which would get established in the current fiscal. Sterlite has decided to further enhance this capacity to 20 Million-km, which would position Sterlite amongst the Top 3 manufacturers globally. Additionally, Sterlite has decided to enhance the capacity at its power conductors facility to 160,000 Metric tons, which would position the Company as the largest manufacturer globally. Both of these expansion projects are well within their completion schedules.

Says Pravin Agarwal – Director, Sterlite Technologies, “Despite the very difficult market conditions faced in recent months, our results are in line with our forecasts. The trends in both the telecom and power sectors continue to point towards good growth in terms of volumes for our core products - Optical Fiber and Power Conductors. Sterlite will continue to focus on pursuing its strategic objectives, the most important of which are economies of scale through capacity enhancements, cost efficiencies and maximizing free cash flow.”

**About Sterlite Technologies Limited**

Sterlite Technologies Limited (formerly, Sterlite Optical Technologies Ltd) is a leading global provider of transmission solutions for the energy and telecom industries. It is India's only fully integrated optical fiber producer and among the Top 5 global manufacturers of power conductors. Sterlite Technologies Limited is listed on the National Stock Exchange and Stock Exchanges at Mumbai and Kolkata. For more information, please visit [www.sterlitetechnologies.com](http://www.sterlitetechnologies.com)

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Forward-looking and cautionary statements: Certain words and statements in this release concerning Sterlite Technologies Limited and its prospects, and other statements relating to Sterlite Technologies' expected financial position, business strategy, the future development of Sterlite Technologies' operations and the general economy in India, are forward looking statements. Such statements involve known and unknown risks, uncertainties and other factors, which may cause actual results, performance or achievements of Sterlite Technologies Limited, or industry results, to differ materially from those expressed or implied by such forward-looking statements. Such forward-looking statements are based on numerous assumptions regarding Sterlite Technologies' present and future business strategies and the environment in which Sterlite Technologies Limited will operate in the future. The important factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements include, among others, changes in government policies or regulations of India and, in particular, changes relating to the administration of Sterlite Technologies' industry, and changes in general economic, business and credit conditions in India. Additional factors that could cause actual results, performance or achievements to differ materially from such forward-looking statements, many of which are not in Sterlite Technologies' control, include, but are not limited to, those risk factors discussed in Sterlite Technologies' various filings with the National Stock Exchange, India and the Bombay Stock Exchange, India. These filings are available at [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com).



**STERLITE TECHNOLOGIES LIMITED**  
(Formerly Sterlite Optical Technologies Ltd)  
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**FINANCIAL HIGHLIGHTS FOR H1 2009-10**

- EBITDA up by 88% to Rs 171 Crores
- Revenue mix changing favourably to Optical Fiber from Copper Cables
- ROCE at 24% vs 11% in previous year



**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2009**

(Rs. In Lacs except per share data)

Particulars	Quarter ended September 30		Half Year ended September 30		Year ended March 31
	2009 (Unaudited)	2008 (Unaudited)	2009 (Unaudited)	2008 (Unaudited)	2009 (Audited)
<b>Net Sales / Income from Operations</b>	<b>46,583</b>	66,556	<b>90,200</b>	106,974	<b>228,923</b>
<b>Total Expenditure</b>	<b>38,890</b>	62,792	<b>75,883</b>	100,403	<b>209,760</b>
a) (Increase) / Decrease in Stock in Trade & WIP	(1,488)	4,635	(2,978)	(1,899)	5,499
b) Consumption of Raw materials	30,040	48,363	57,762	83,914	165,254
c) Staff Cost	1,398	1,340	2,800	2,269	4,913
d) Depreciation & Impairment	1,190	1,080	2,331	2,130	4,252
e) Other Expenditure	7,750	7,374	15,968	13,989	29,843
Operating Profit before Other Income, Interest and Tax	7,693	3,764	14,317	6,571	19,163
Other Income	226	125	487	432	616
Profit before Interest, Exchange Fluctuation and Tax	7,919	3,889	14,804	7,003	19,779
Interest Cost	997	1,548	2,184	2,598	5,572
(Gain) / Loss on Exchange Fluctuation on Borrowings	-	1,590	-	2,642	3,476
<b>Net Profit before Tax</b>	<b>6,922</b>	751	<b>12,620</b>	1,763	<b>10,731</b>
Provision for :					
Current Tax	1,208	85	2,108	199	1,251
Minimum Alternate Tax	-	-	-	(114)	(1,166)
Provision for earlier year	-	(1)	125	15	83
Deferred Tax	268	37	372	128	1,673
Fringe Benefit Tax	(21)	22	-	47	88
<b>Net Profit after Tax before Prior Period Depreciation</b>	<b>5,467</b>	608	<b>10,015</b>	1,488	<b>8,802</b>
<b>Prior Period Depreciation (Net of Tax Rs. 109 Lacs)</b>	<b>-</b>	-	-	-	<b>(213)</b>
<b>Net Profit after Tax</b>	<b>5,467</b>	608	<b>10,015</b>	1,488	<b>9,015</b>
Paid-up Equity Capital (Face value Rs.5 per share)	3,230	3,226	3,230	3,226	3,227
Reserves excluding revaluation reserves					58,341
Earning Per Share (Rs.)- Basic (not annualised)	8.47	0.94	15.51	2.31	13.98
Earning Per Share (Rs.)- Diluted (not annualised)	8.00	0.93	14.66	2.29	13.90
Aggregate of Public Shareholding					
Number of Shares	36,476,413	36,394,897	36,476,413	36,394,897	36,407,797
Percentage of Shareholding	56%	56%	56%	56%	56%
Promoters and promoter group Shareholding					
Pledged/Encumbered					
Number of Shares	-	-	-	-	-
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-	-
Non-encumbered					
Number of Shares	28,130,550	28,130,550	28,130,550	28,130,550	28,130,550
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%
Percentage of Shares (as a % of the total share capital of the company)	44%	44%	44%	44%	44%

(Rs. In Lacs)

Segment Reporting	Quarter ended September 30		Half Year ended September 30		Year ended March 31
	2009 (Unaudited)	2008 (Unaudited)	2009 (Unaudited)	2008 (Unaudited)	2009 (Audited)
<b>Segment Revenue</b>					
Power Transmission Business	32,938	38,794	62,541	64,505	147,280
Telecom Products & Solutions	13,645	27,762	27,659	42,469	81,643
<b>Total</b>	<b>46,583</b>	66,556	<b>90,200</b>	106,974	<b>228,923</b>
<b>Segment Results</b>					
<b>Profit before Interest, Depreciation and Tax</b>					
Power Transmission Business	4,876	1,601	9,310	4,006	13,086
Telecom Products & Solutions	4,231	3,368	7,824	5,127	10,945
<b>Total</b>	<b>9,108</b>	4,969	<b>17,134</b>	9,133	<b>24,031</b>
<b>Profit before Interest and Tax</b>					
Power Transmission Business	4,480	1,279	8,534	3,366	11,723
Telecom Products & Solutions	3,439	2,610	6,270	3,637	8,056
<b>Total</b>	<b>7,919</b>	3,889	<b>14,804</b>	7,003	<b>19,779</b>
Interest Cost	997	1,548	2,184	2,598	5,572
(Gain) / Loss on Exchange Fluctuation on Borrow	-	1,590	-	2,642	3,476
<b>Profit before Tax</b>	<b>6,922</b>	751	<b>12,620</b>	1,763	<b>10,731</b>
<b>Capital Employed (Segment Assets- Segment Liabilities)</b>					
Power Transmission Business	54,342	66,377	54,342	66,377	48,438
Telecom Products & Solutions	69,264	63,320	69,264	63,320	65,801
Unallocable	(1,968)	(660)	(1,968)	(660)	(2,486)
<b>Total</b>	<b>121,638</b>	129,037	<b>121,638</b>	129,037	<b>111,753</b>

Notes:

- In terms of clause 41 of the listing agreement, details of number of investor complaints for the quarter ended September 30, 2009 : Beginning - 0 , Received - 88 , Disposed off - 88 , Pending - 0 .
- During the year 2005-06, the CESTAT had upheld a demand of Rs. 188 Crores and interest thereon in the pending Excise matter. The auditors have expressed their qualification on this matter. The Company is contesting this case and has moved to the Hon'ble Supreme Court against this order.
- The above results were subjected to a "Limited Review" by the auditors of the Company, reviewed by the Audit Committee and approved by the Boards of Directors at its meeting held on October 20, 2009.
- Previous period figures have been regrouped / rearranged wherever considered necessary.

For Sterlite Technologies Limited

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**Dr. Anand Agarwal**  
Chief Executive Officer

Place : Mumbai  
Date: October 20, 2009