

R. Kothari & Company

CHARTERED ACCOUNTANTS

KOLKATA, NEW DELHI

Limited Review Report on Unaudited Quarterly Standalone Financial Results of Rohit Ferro-Tech Limited pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

To
The Board of Directors
M/S. Rohit Ferro-Tech Limited

1. We have reviewed the accompanying standalone statement of Financial Results of **Rohit Ferro-Tech Limited** ("the Company") for the quarter ended 30th June, 2019, ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"), as amended read with SEBI Circular No. CIR/CFD/CMD 1/44/2019 dated 29th March, 2019 ('the circular') and has been initialed by us for identification purpose.
2. This statement is the responsibility of the Company's Management and approved by the Board of Directors. has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit, we have not performed an audit and accordingly, we do not express an audit opinion.



Basis for qualified conclusion

4. We draw your attention to Note No. 5 of the accompanying Financial Statements regarding non provision of interest expense on the borrowings of the Company amounting to ₹ 7,012 lakhs for the quarter ended 30th June, 2019 and penal interest and charges thereof (amount remaining unascertained) which is not in accordance with the requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments.

Had the aforesaid interest expense been recognized, the finance cost for the quarter ended 30th June, 2019 would have been ₹ 7,450 Lakhs instead of ₹ 438 lakhs. The total expenses for the quarter ended 30th June, 2019 would have been ₹ 32,246 lakhs instead of ₹ 25,234 Lakhs. The Net Loss after tax for the quarter ended 30th June, 2019 would have been ₹ 10,506 Lakhs instead of reported amount of ₹ 3,494 lakhs. Total comprehensive Loss for the quarter ended 30th June, 2019 would have been ₹ 10,510 Lakhs instead of reported amount of ₹ 3,498 Lakhs. Other equity as on 30th June, 2019 would have been ₹ (2,29,760) Lakhs instead of reported amount of ₹ (1,36,202) Lakhs and Other Current Financial Liability as on 30th June, 2019 would have been ₹ 1,73,055 Lakhs instead of reported amount of ₹ 79,497 Lakhs.

5. Emphasis of Matters

Substantial amount of statutory dues amounting to ₹ 3,809.22 Lakhs has become overdue and remain unpaid. Interest, penalty if any in respect of the same has remained unascertained and unaccounted for.

Our opinion is not modified in this matters.

6. Material Uncertainty Relating to Going Concern

We draw your attention to Note No. 4 of the financial statements regarding preparation of the financial statements on going concern basis, for the reason mentioned therein. The Company has accumulated losses during the quarter ended 30.06.2019. As on date the Company's current liabilities are substantially higher than its current assets and net worth has also been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern. The appropriateness of assumption of going concern is critically dependent upon the debt resolution of the Company which is under process, the Company's ability to raise requisite finance, generation of cash flows in future to meet its obligation and to earn profit in future.



Our opinion is not modified in this matter.

7. Based on our review conducted as above, except for the possible effects of the matter described in the paragraph 4 above "Basis for qualified conclusion" and read with our comments in paragraph 5 & 6 above, nothing has come to our attention that causes us to believe that the statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting practices and policies generally accepted in India' has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed. or that it contains any material misstatement

For R. Kothari & Company

Chartered Accountants

Firm Reg. No: 307069E



A handwritten signature in black ink, appearing to read "Manoj Kumar Sethia".

CA. Manoj Kumar Sethia

Partner

Membership No: 064308

Date: 14th August, 2019

Place: Kolkata

UDIN: 19064308AAAABI6089

ROHIT FERRO-TECH LIMITED

Registered Office : 35, Chittaranjan Avenue, Kolkata - 700 012

Phone: 033 4016 8000, E-mail Id: cs@rohitferrotech.com

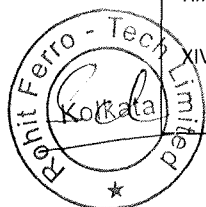
CIN: L27104WB2000PLC091629

Website : www.rohitferrotech.com

Statement of Standalone Unaudited Financial Results for the Quarter ended 30th June, 2019

(₹ in Lacs, Except EPS)

Sr. No.	Particulars	Quarter Ended		Year Ended	
		30th June, 2019	31st March, 2019	30th June, 2018	31st March, 2019
		Unaudited	Audited	Unaudited	Audited
I	Revenue from Operations	21,699	22,331	20,499	89,283
II	Other Income	41	212	45	345
III	Total Income (I+II)	21,740	22,543	20,544	89,628
IV	Expenses				
	Cost of materials consumed	14,639	16,187	15,041	66,238
	Purchase of Stock In Trade	-	-	-	-
	Changes in inventories of finished goods, stock-in-trade & work in progress	1,604	(498)	84	(1,283)
	Employee benefit expense	390	408	376	1,702
	Finance cost	438	944	1,915	5,010
	Depreciation and amortization expense	830	820	837	3,343
	Power	4,694	4,687	4,774	18,950
	Other expenses	2,639	5,379	2,924	14,202
	Total expenses (IV)	25,234	27,927	25,951	1,08,162
V	Profit/(Loss) before exceptional items and tax (III-IV)	(3,494)	(5,384)	(5,407)	(18,534)
	Exceptional items	-	-	9,309	9,309
VII	Profit/(Loss) before tax (V-VI)	(3,494)	(5,384)	(14,716)	(27,843)
VIII	Tax Expenses	-	-	-	-
IX	Profit/(Loss) for the period (VII-VIII)	(3,494)	(5,384)	(14,716)	(27,843)
X	Other comprehensive income/(loss) (net of tax)				
	A (i) Items that will not be reclassified to Profit or Loss	(4)	(9)	(2)	(15)
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-
	B (i) Items that will be reclassified to Profit or Loss	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-
XI	Total Comprehensive Income/(Loss) for the period (IX+X)	(3,498)	(5,393)	(14,718)	(27,858)
XII	Paid up equity share capital (Face Value ₹ 10 each)	11,378	11,378	11,378	11,378
XIII	Other Equity				(1,32,704)
XIV	Earnings per equity shares (of ₹10 each)				
	1) Basic	(3.07)	(4.73)	(12.93)	(24.47)
	2) Diluted	(3.07)	(4.73)	(12.93)	(24.47)



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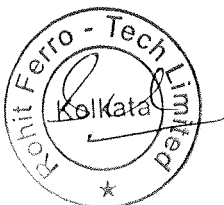
Standalone Segment Wise Revenue, Results, Assets and Liabilities

(₹ in Lacs, Except EPS)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30th June, 2019	31st March, 2019	30th June, 2018	31st March, 2019
		Unaudited	Audited	Unaudited	Audited
1)	Segment Revenue				
	a) Ferro Alloys	11,585	13,670	12,454	57,769
	b) Iron & Steel	11,868	10,920	10,261	39,818
	Total	23,453	24,590	22,715	97,587
	Less: Inter-Segment Revenue	1,754	2,259	2,216	8,304
	Net Sales/Income From Operations	21,699	22,331	20,499	89,283
2)	Segment Results				
	Profit/(Loss) before tax and interest from each segment				
	a) Ferro Alloys	(552)	(2,296)	2,110	(8,155)
	b) Iron & Steel	(2,504)	(2,146)	(5,603)	(5,371)
	Total	(3,056)	(4,442)	(3,493)	(13,526)
	Less: i) Finance cost	438	944	1,915	5,010
	ii) Other Un-allocable Expenditure (Net off Un-allocable Income)	-	-	9,308	9,309
	Total Profit/(Loss) before tax	(3,494)	(5,386)	(14,716)	27,845
3)	Segment Assets				
	a) Ferro Alloys	80,109	82,090	1,54,073	82,090
	b) Iron & Steel	93,842	94,302	37,995	94,302
	c) Unallocated	501	498	485	498
	Total Assets	1,74,452	1,76,890	1,92,554	1,76,890
4)	Segment Liabilities				
	a) Ferro Alloys	16,120	16,833	19,631	16,833
	b) Iron & Steel	13,915	12,298	12,834	12,298
	c) Unallocated	871	871	871	871
	Total Liabilities	30,906	30,002	33,336	30,002

Notes :

- The above Standalone Audited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th August, 2019.
- The Company's Factory at Haldia (West Bengal) is suspended since 1st July, 2015 on account of depressed domestic and global market conditions in steel industry and excess procurement cost of Electricity. Robbery/Damages to certain properties had occurred in the year 2016-17 and the Company had filed insurance claim of ₹ 2,603 Lacs which is under process and additionally the Company has also filed an application in the consumer forum for expediting the insurance claim process. Pending claim settlement, the financial impact of such insurance claim (Burglary/Robbery) on the reported financial year remains unascertained and unquantified.
- The operation of the Company was severely impacted by weak steel industry scenario and lack of demand for Company's finished products. The Company has incurred loss of ₹ 3,498 Lacs for the quarter ended 30th June, 2019 and accumulated loss as on 30th June, 2019 is ₹ 1,79,183 Lacs which is in excess of the entire net worth of the Company. The Company has continuous support from the promoters and has put in place measures for revival and cost reduction. Considering the initiative of the Company and given the emerging scenario of steel industry in India, the management is of the view of foreseeable future about the operations of the Company and accordingly the financial statements have been prepared under 'Going Concern' basis.



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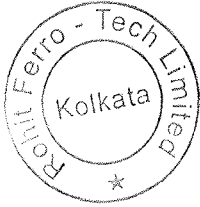
- 4 The lenders have stopped charging interest on debts, since the dues from the Company have been categorised as Non Performing Asset. Pending finalization of the restructuring plan, the Company has not provided accrued interest in its books as the account has been declared NPA by the respective lenders. The amount of interest not so provided for the quarter ended 30th June, 2019 stands at ₹ 7,012 Lacs. Penal interest and charges thereof (amount remaining unasserted) has not been provided for. The unprovided liability in respect of interest on long term and short term borrowings as on 30th June, 2019 amounted to ₹ 93,558 Lacs. The same have consequential impact on the reported figures.
- 5 The Company has adopted IND AS 116- "Leases" with effect from 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standard) Amendment Rules, 2019. The adoption of the standard did not have any material impact on the profit for this quarter.
- 6 The figures for the quarter ended 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2019 and the unaudited published figures upto third quarter ended 31st December, 2018.
- 7 The figures of the previous period has been regrouped/reclassified, wherever necessary.

On behalf of the Board of Directors'



Suresh Kumar Patni
(Chairman)

Date: 14th Aug, 2019
Place: Kolkata



R. Kothari & Company

CHARTERED ACCOUNTANTS

KOLKATA, NEW DELHI

Limited Review Report on Unaudited Quarterly Consolidated Financial Results of Rohit Ferro-Tech Limited pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
M/S. Rohit Ferro-Tech Limited

1. We have reviewed the accompanying unaudited quarterly consolidated financial results of **ROHIT FERRO-TECH LIMITED** ('hereinafter referred to as the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended 30th June, 2019, together with notes thereon (herein after referred to as 'the statement'), attached herewith, being submitted by the holding company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 as amended, read with SEBI Circular No. CIR/CFD/CMD 1/44/2019 dated 29th March, 2019 ('the circular') and has been initialed by us for identification purpose.

Attention is drawn to **Note 1** to the Statement which states that the consolidated figures for the corresponding quarter ended June 30, 2018 and immediately preceding quarter ended March 31, 2019, as reported in the accompanying Statement have been approved by the Board of Directors of holding company, but have not been subjected to review.

2. This Statement, which is the responsibility of the holding company's management and has been approved by the holding company's Board of Directors in their meeting held on August 14, 2019 has been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 "Review of interim Financial Information Performed by the Independent Auditor of the Entity," specified under section 143 (10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to enquiries of holding company's personnel and analytical procedures applied to financial



data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion. We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Regulations, as amended, to the extent applicable.

Basis of Qualified Conclusion

4. We draw your attention to **Note No. 5** of the accompanying statement with regard to non-recognition of interest expense amounting to **Rs. 7,092 lakhs** on the borrowings of the Company for the quarter ended 30th June, 2019 (cumulative non provision of ₹ 94,211 till 30.06.2019) and penal interest and charges thereof (amount remaining unascertained) which is not in accordance with the requirements of Ind AS 23: Borrowing Cost read with Ind AS 109: Financial Instruments.

Had the aforesaid interest expenses been recognized, the finance cost for quarter ended 30th June, 2019 would have been ₹ 7,530 lakhs, instead of reported amount of ₹ 438 lakhs. Total expenses for the quarter ended 30th June, 2019 would have been ₹ 32,467 lakhs instead of reported amount of ₹ 25,375 lakhs. Net loss after tax for the quarter ended 30th June, 2019 would have been Rs. 10,728 lakhs instead of reported amount of ₹ 3,636 lakhs. Total comprehensive losses for the quarter ended 30th June, 2019 would have been ₹ 10,665 lakhs instead of reported amount of ₹ 3,573 lakhs. Other Equity would have been ₹ 2,35,987 lakhs instead of reported amount of ₹ 1,41,776 lakhs. Other current financial liability would have been ₹ 1,77,459 lakhs instead of reported amount of ₹ 83,248 lakhs.

Qualified Conclusion

5. Based on our review conducted as above, except for the matter described in the Basis of Qualified Conclusion paragraph above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation, as amended, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

6. Substantial amount of statutory dues payable by holding company amounting to Rs. 2,654 Lakhs has become overdue and remain unpaid. Interest, penalty if any in respect of the same has remained unascertained and unaccounted for.

Material Uncertainty Relating to Going Concern

7. **Note 4** to the statement regarding the preparation of the statement on going concern basis, for the reason stated therein. The Holding Company has accumulated losses and has also incurred losses during the quarter ended 30.06.2019. As on date, the Holding Company's current liabilities are substantially higher than its current assets and the Holding Company's net worth has also been



fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern. The appropriateness of assumption of going concern is critically dependent upon the debt resolution of the company which is under process, the company's ability to raise requisite finance, generation of cash flows in future to meet its obligation and to earn profit in future.

Our opinion is not modified in this matter.

Other Matter

8. The attached consolidated financial result includes the financial results of subsidiaries; SKP Overseas Pte limited (Singapore) & PT. Bara Prima Mandiri (Indonesia).
9. We did not review the Financial results of Subsidiaries, whose Financial Statements /financial information reflect total revenue of Rs. nil & total comprehensive income of (₹ 75 lakhs) for the quarter ended 30.06.2019 as considered in the Consolidated Financial Results.

The financial results / financial information of subsidiaries are unaudited and have been furnished to us by the management of holding company. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the above subsidiaries, is based solely on the financial information / financial results certified by the management.

Our conclusion on the consolidated financial results is not qualified in respect of above matters.



For R. Kothari & Company
Chartered Accountants
FRN: 307069E

Manoj Kumar Sethia

CA: Manoj Kumar Sethia
Partner
Membership No: 064308

Place: Kolkata
Dated: 14th August, 2019
UDIN: 19064308AAAABK8147

ROHIT FERRO-TECH LIMITED

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CIN: L27104WB2000PLC091629

Website : www.rohitferrotech.com

Statement of Consolidated Unaudited Financial Results for the Quarter Ended 30th June 2019

(₹ in Lacs, Except EPS)

Sl. No.	Particulars	Quarter Ended		Year Ended	
		30th June, 2019	31st March, 2019	30th June, 2018	31st March, 2019
		Unaudited	Audited	Unaudited	Audited
I	Revenue from Operations	21,699	22,330	20,499	89,283
II	Other Income	41	213	45	345
III	Total Income (I+II)	21,740	22,543	20,544	89,628
IV	Expenses				
	Cost of materials consumed	14,639	16,188	15,041	66,238
	Purchase of Stock In Trade	-	-	-	-
	Changes in inventories of finished goods, stock-in-trade & work in progress	1,647	-505	154	-1,236
	Employee benefit expense	405	442	409	1,836
	Finance costs	438	945	1,915	5,010
	Depreciation and amortisation expense	830	824	841	3,357
	Power	4,694	4,688	4,774	18,950
	Other expenses	2,722	5,614	3,159	15,147
	Total expenses (IV)	25,375	28,194	26,292	1,09,302
V	Profit/(Loss) before exceptional items and tax (III-IV)	(3,636)	(5,651)	(5,748)	(19,674)
VI	Exceptional items	-	-	-	-
VII	Profit/(Loss) before tax (V-VI)	(3,636)	(5,651)	(5,748)	(19,674)
VIII	Tax Expenses	-	-	-	-
IX	Net Profit/(Loss) for the period (VII-VIII)	(3,636)	(5,651)	(5,748)	(19,674)
X	Other comprehensive income/(loss) (net of tax)				
	A (i) Items that will not be reclassified to Profit or Loss	(4)	(9)	(2)	(15)
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-
	B (i) Items that will be reclassified to Profit or Loss				
	- Changes in foreign currency translation reserve	66	1,926	(2,914)	(2,820)
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-
XI	Total Comprehensive Income/(Loss) for the period (IX+X)	(3,573)	(3,734)	(8,664)	(22,509)
	Total Profit/(Loss) attributable to:				
	-Owner of the company	(3,581)	(5,547)	(5,613)	(19,225)
	-Non-Controlling Interest	(55)	(105)	(135)	(449)
	Total Comprehensive Income/(Loss) attributable to:	(3,636)	(5,651)	(5,748)	(19,674)
	-Owner of the company	(3,515)	(3,624)	(8,557)	(22,073)
	-Non-Controlling Interest	(59)	(111)	(107)	(436)
		(3,573)	(3,734)	(8,664)	(22,509)
XII	Paid up equity share capital (Face Value ₹ 10 each)	11,378	11,378	11,378	11,378
XIII	Other Equity				(1,38,261)
XIV	Earnings per equity shares (of ₹ 10 each)				
	1) Basic	(3.15)	(4.87)	(4.93)	(16.90)
	2) Diluted	(3.15)	(4.87)	(4.93)	(16.90)



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Consolidated Segment Wise Revenue, Results, Assets and Liabilities

(₹ in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended
		30th June, 2019	31st March, 2019	30th June, 2018	31st March, 2019
		Unaudited	Audited	Unaudited	Audited
1)	Segment Revenue				
	a) Ferro Alloys	11,585	13,669	(11,015)	57,769
	b) Iron & Steel	11,868	10,920	39,818	39,818
	Total	23,453	24,589	28,804	97,587
	Less: Inter-Segment Revenue	1,754	2,259	8,304	8,304
	Net Sales/Income From Operations	21,699	22,330	20,499	89,283
2)	Segment Results				
	Profit/(Loss) before tax and interest from each segment				
	a) Ferro Alloys	(694)	(5,345)	7,963	(9,294)
	b) Iron & Steel	(2,503)	639	(11,796)	(5,370)
	Total	(3,197)	(4,706)	(3,833)	(14,664)
	Less: i) Finance cost	438	945	1,915	5,010
	ii) Other Un-allocable Expenditure (Net off Un-allocable Income)	-	-	(1)	(1)
	Total Profit/(Loss) before tax	(3,636)	(5,651)	(5,748)	(19,674)
3)	Segment Assets				
	a) Ferro Alloys	89,480	88,322	1,60,870	88,322
	b) Iron & Steel	95,902	94,302	37,995	94,302
	c) Unallocated	501	498	485	498
	Total Assets	1,85,883	1,83,122	1,99,350	1,83,122
4)	Segment Liabilities				
	a) Ferro Alloys	23,422	24,070	27,105	24,070
	b) Iron & Steel	15,975	12,298	12,834	12,298
	c) Unallocated	923	871	871	871
	Total Liabilities	40,320	37,239	40,811	37,239

Notes :

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 14th August, 2019. The statutory auditors have conducted the limited review of the above consolidated unaudited financial results. However, since the consolidated financial results of the company are being submitted for the first time pursuant to the mandatory requirement with effect from 1st April, 2019, the consolidated figures for the comparative period for the quarter ended 30th June, 2018 and the quarter ended 31st March, 2019, as reported in these financial results, have not been subjected to limited review.
- The consolidated financial results of Rohit Ferro-Tech Limited ("the company") includes unaudited figures of its subsidiary, SKP Overseas Pte Ltd., Singapore, and unaudited figures of its sub subsidiary, PT Bara Prima Mandiri, Indonesia. The Consolidated Financial Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company's Factory at Haldia (West Bengal) is suspended since 1st July, 2015 on account of depressed domestic and global market conditions in steel industry and excess procurement cost of Electricity. Robbery/Damages to certain properties had occurred in the year 2016-17 and the Company had filed insurance claim of ₹ 2,603 Lacs which is under process and additionally the Company has also filed an application in the consumer forum for expediting the insurance claim process. Pending claim settlement, the financial impact of such insurance claim (Burglary/Robbery) on the reported financial year remains unascertained and unquantified.
- The operation of the Company was severely impacted by weak steel industry scenario and lack of demand for Company's finished products. The Company has incurred loss of ₹ 3,515 Lacs for the quarter ended 30th June 2019 and accumulated loss as on 30th June, 2019 is ₹ 1,84,757 Lacs which is in excess of the entire net worth of the Company. The Company has continuous support from the promoters and has put in place measures for revival and cost reduction. Considering the initiative of the Company and given the emerging scenario of steel industry in India, the management is of the view of foreseeable future about the operations of the Company and accordingly the financial statements have been prepared under 'Going Concern' basis.
- The lenders have stopped charging interest on debts, since the dues from the company have been categorised as Non Performing Asset. Pending finalization of the restructuring plan, the company has not provided accrued interest in its books as the account has been declared NPA by the respective lenders. The amount of interest not so provided for the quarter ended 30th June 2019 stands at ₹ 7,092 Lacs. Penal interest and charges thereof (amount remaining unascertained) has not been provided for. The unprovided liability in respect of interest on long term and short term borrowings as on 30th June 2019 amounted to ₹ 94,211 Lacs. The same have consequential impact on the reported figures.
- The Company has adopted IND AS 116- "Leases" with effect from 1st April, 2019 as notified by the Ministry of Corporate Affairs (MCA) in the companies (Indian Accounting Standard) Amendment Rules, 2019. The adoption of the standard did not have any material impact on the profit for this quarter.
- The figures for the quarter ended 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year ended 31st March, 2019 and the unaudited published figures upto third quarter ended 31st December, 2018.
- The figures of the previous period has been regrouped/reclassified, wherever necessary.

On behalf of the Board of Directors


Suresh Kumar Patni
Chairman

Date: 14th August, 2019
Place: Kolkata

