



Ankit Metal & Power Ltd.

CIN No. : L27101WB2002PLC094979

14th February, 2018

To
The Listing Department
National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex
Mumbai – 400 051

Ref: Scrip Symbol – ANKITMETAL

Sub: Outcome of Board Meeting- Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Unaudited Financial Results of the Company for the quarter ended 31st December, 2017, along with the Review Report as considered and approved by the Board of Directors of the Company at its meeting held today, i.e. Wednesday, 14th February, 2018.

The meeting of the Board of Directors commenced at 7.00 P.M and concluded at 8.00 P.M.

This is for your information. Kindly take the same on your record.

Thanking You,

Yours faithfully,

For Ankit Metal & Power Limited

Jaya Pathak
Company Secretary & Compliance Officer
Encl: as above

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J. B. S. & Company

CHARTERED ACCOUNTANTS

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KOLKATA - 700 069

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REVIEW REPORT

To

The Board of Directors

M/S. Ankit Metal & Power Limited

1. We have reviewed the accompanying statement of Unaudited Financial results of M/S Ankit Metal & Power Limited ("the Company"), for the Quarter ended December 31, 2017 ("the statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.

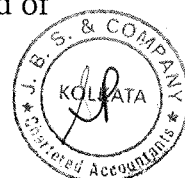
The Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting ("Ind AS 34"), prescribed under section 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.

2. We have conducted our review 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. The Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free from material misstatement.

A review is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. We draw attention to Note No. 2 of the unaudited financial results with regard to non provision of interest expenses amounting to **₹ 2,726.11 Lacs** on the borrowings of the Company for the quarter ended December, 2017 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 31st December 2017 would have been **₹ 4,786.82 Lacs** instead of



₹ 2,060.71 Lacs and total comprehensive loss would have been **₹ 7,351.67 Lacs** instead of **₹ 4,625.56 Lacs**.

4. Based on our review conducted as above, except for the matter referred in Paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 has not been prepared in all material respects in accordance with Ind AS and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 and SEBI circular dated July 5 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. (a) We draw your attention to Note No.3 of the financial results which indicate that as at 31st December, 2017 the accumulated losses amounting to **₹ 91,882.29 Lacs** has eroded the entire net worth of the company, indicating the existence of a material uncertainty about the Company's ability to continue as a going concern. These financial statements have been prepared on a going concern basis for the reasons stated in the said note.
- (b) In general it was noticed that applicable statutory dues were not deposited within due dates to the respective authorities. Substantial amount of statutory dues amounting to **₹ 1,642.49 Lacs** has become overdue and remain unpaid. Interest, penalty, if any, in respect of the same has remained unascertained and unaccounted for.
- (c) As referred in Note No. 4, the balance of sundry debtors, advances, creditors etc. includes balances remaining outstanding for a substantial period. The balances are subject to confirmations and reconciliation. The reported financials might have consequential impact which remains unascertained.

Our report is not qualified in respect of these matters.

For J.B.S & Company
Chartered Accountants
Firm Reg. No.-323734E



Shilpa Poddar
C.A. Shilpa Poddar

Partner

Membership No.- 068845

Date: 14.02.2018

Place: Kolkata

Statement of Unaudited Financial Results for the quarter and nine month ended 31st December, 2017

		Quarter Ended			Nine Months Ended		Previous year
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	ended 31.03.2017
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from Operations						
	(a) Gross Sales	2,688.75	4,994.40	992.47	9,005.34	992.47	2,433.17
	(b) Other Operating Income	6.70	34.00	6.66	40.70	286.17	163.33
	Revenue from Operations(a+b)	2,695.45	5,028.40	999.13	9,046.04	1,278.64	2,596.50
	Other Income	-	6.93	12.67	16.71	42.08	51.39
	Total Income from Operations	2,695.45	5,035.33	1,011.80	9,062.75	1,320.72	2,647.89
2	Expenses						
	(a) Cost of Materials consumed	4,440.07	9,040.51	2,935.37	16,550.34	9,699.27	11,619.85
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	(1,208.83)	683.00	6,211.13	(2,047.69)	9,889.67	10,539.05
	(d) Excise Duty	-	-	110.16	146.85	110.16	236.00
	(e) Employee benefits expense	18.79	17.28	13.26	52.96	23.40	43.25
	(f) Finance Costs	2,060.71	2,041.13	316.89	4,849.40	834.30	1,509.62
	(g) Depreciation and amortisation expense	1,042.52	1,042.44	1,020.01	3,116.41	3,050.87	4,053.31
	(h) Power	173.88	277.83	169.89	594.51	176.52	335.02
	(i) Bad Debts(including provision for bad debts)	-	-	-	-	-	1,402.99
	(j) Other expenses	795.89	795.44	145.21	2,127.08	433.38	1,995.21
	Total Expenses	7,323.03	13,897.63	10,921.92	25,389.86	24,217.57	31,734.30
3	Profit/(Loss) before exceptional items and Tax (1-2)	(4,627.58)	(8,862.30)	(9,910.12)	(16,327.11)	(22,896.85)	(29,086.41)
4	Exceptional Items	-	-	-	-	-	843.25
5	Profit/(Loss) Before Tax (3-4)	(4,627.58)	(8,862.30)	(9,910.12)	(16,327.11)	(22,896.85)	(29,929.66)
6	Tax expense	-	-	-	-	-	-
7	Profit/(Loss) for the period/year (5-6)	(4,627.58)	(8,862.30)	(9,910.12)	(16,327.11)	(22,896.85)	(29,929.66)
8	Other Comprehensive Income/ (Loss) (net of tax)	2.02	2.02	(5.00)	6.05	(15.00)	8.07
	(A) (i) Items that will not be reclassified to Profit or loss	-	-	-	-	-	-
	(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 be reclassified to Profit or loss	-	-	-	-	-	-
9	Total Comprehensive Income for the period/year(7+8)	(4,625.56)	(8,860.28)	(9,915.12)	(16,321.06)	(22,911.85)	(29,921.59)
10	Paid-up equity share capital (Face value of ₹ 10 each)	14,111.05	14,111.05	14,111.05	14,111.05	14,111.05	14,111.05
11	Earnings Per Share (Face value of ₹ 10 each)						
	a) Basic (₹)	(3.28)	(6.28)	(7.03)	(11.57)	(16.24)	(21.20)
	b) Diluted (₹)	(3.28)	(6.28)	(7.03)	(11.57)	(16.24)	(21.20)
	See accompanying notes to the Unaudited Financial Results						

NOTES:-

1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 14th February, 2018

2) The lenders have stopped charging interest on debts, since the dues from the company have been categorised as Non Performing Asset. The company is in active discussion/negotiation with it lenders to restructure its debt at a sustainable level. In view of the above, pending finalization of the restructuring plan, the company has not provided accrued interest in its books as the amount was declared NPA by the respective lenders. The amount of interest ₹ 2,726.11 Lacs for the quarter ended 31st December, 2017 and 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 31st December, 2017 amounted to ₹ 23,473.91 Lacs. The same have consequential impact on the reported figures. The Statutory Auditors have qualified their Review Report in respect of this matter.

3) The company has incurred loss of ₹ 4,625.56 Lacs for the quarter ended 31st December, 2017 and accumulated loss as on 31st December, 2017 is ₹ 91,882.29 Lacs which is in excess of the entire net worth of the company. The lenders of the Company are in the process of approving deep restructuring as a part of financial revival process. The steel industry scenario has since improved and the company has put in place measures for revival and cost reduction. Considering the initiative of the Company, 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.

4) In the opinion of the management, current and non current asset have a value of realisation in the ordinary course of business at least equal to the amount at which they are stated in the accounts. Certain Balances of the sundry creditors, sundry debtors, unsecured loans and advances are subject to confirmations and reconciliation.

5) The Company operates in one reportable segment only viz. Iron & Steel. However, the Company also generates power which is entirely used for the captive consumption. Hence, Segment Reporting is not applicable.

6) Revenue from operations for periods upto 30th June, 2017 includes excise duty, which is discontinued effectively from 1st July, 2017 upon implementation of Goods and Service Tax(GST). In accordance with 'Ind AS-18- Revenue', GST is not included in Revenue from operations. In view of the aforesaid change in indirect taxes, Revenue from operations for the quarter and nine months ended 31st December, 2017 is not comparable to the quarter and nine months ended 31st December, 2016.

7) The figures of the previous period has been regrouped / reclassified, wherever necessary to conform to the classification for the quarter ended 31st December, 2017.

On behalf of the Board of Directors


Ankit Patni
Chairman

Place: Kolkata
Date: 14th February, 2018

