SAL **SHAH ALLOYS LTD.**
Corp. Office : Shah Alloys Corporate House, Sola - Kalol Road, Santej, Ta. Kalol, Dist. Gandhinagar- 382721
Regd. Office : 5/1, Shreeji House, 5th Floor, Behind M.J.Library, Ashram Road, Ahmedabad- 6. India
Phone : 02764 - 661100 I E-mail : info@shahalloys.com

August 14th, 2019

To,

Department of Corporate Service
Bombay Stock Exchange Ltd.
PhirozeJeejeebhoy Tower.
Dalal Street,
Mumbai - 400 001

Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No C/1, G-Block,
Bandra – Kurla Complex, Bandra (E),
Mumbai – 400051

BSE Scrip Code: 513436

NSE Symbol – SHAHALLOYS

Sub: Board Meeting for considering Un-audited Financial Results for the Quarter ended on 30.06.2019

With reference to above, this is to inform that the Board of Directors of the Company in its meeting held today has considered the Unaudited Quarterly Results along with Limited Review Report for the quarter ended as on 30.06.2019. A copy of approved results along with Limited Review Report is enclosed for ready reference.

[The aforesaid Board Meeting commenced at 03.30 p.m. and concluded at 6.15 p.m.]

Kindly take the above on your record.

Thanking you.

Yours faithfully,
For Shah Alloys Limited

SHAH ALLOYS LTD. A'BAD

Vinay Kumar Mishra
Company Secretary & Compliance Officer

Encl: a/a

SHAH ALLOYS LIMITED

CIN: L27100GJ1990PLC014698
Phone: 02764-661100 | Website: www.shahalloys.com | E-mail: sal.investor@shahalloys.com
Regd Off : 5/1,Shreeji House, B/h M.J.Library,Ashram Road, Ahmedabad - 380 006

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

Amount (Rs in Crores)

SR NO	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30/06/2019	31/03/2019	30/06/2018	31/03/2019
		(Un audited)	(Audited)	(Un audited)	(Audited)
I	Revenue from Operations	141.54	184.11	111.67	570.02
II	Other Operating Income	0.34	3.57	0.26	6.64
III	**Total Revenue (I + II)**	141.88	187.68	111.93	576.66
IV	**Expenses**				
	(a) Cost of materials consumed	98.13	118.42	85.96	430.89
	(b) Changes in inventories of finished goods, work-in-progress	12.35	22.10	(13.80)	(29.88)
	(c) Employee benefits expense	5.09	5.58	4.65	20.08
	(d) Finance costs	0.13	0.09	0.01	0.10
	(e) Depreciation and amortisation expense	3.24	3.25	3.25	13.01
	(f) Consumption of Stores & Spares	14.30	17.87	10.76	59.90
	(g) Power cost	13.11	14.73	16.78	74.51
	(h) Other Expenditure	3.81	4.21	3.05	13.77
	Total Expenses (a) to (h)	150.16	186.25	110.66	582.38
V	Profit / (Loss) Before exceptional and extraordinary items and tax (III - IV)	**(8.28)**	**1.43**	**1.27**	**(5.72)**
VI	Exceptional Item	0.00	0.00	0.00	0.00
VII	Profit / (Loss) after exceptional and before extraordinary items and tax (V+VI)	**(8.28)**	**1.43**	**1.27**	**(5.72)**
VIII	Deferred Tax	(11.04)	8.87	0.48	(13.24)
IX	Net Profit / (Loss) for the period from continuing operations (VII -VIII)	**2.76**	**(7.44)**	**0.79**	**7.52**
X	Profit / (Loss) From discontinuing operations	0.00	0.00	0.00	0.00
XI	Tax Expense of discontinuing operations	0.00	0.00	0.00	0.00
XII	Profit / (Loss) From discontinuing operations (after tax) (X-XI)	0.00	0.00	0.00	0.00
XIII	Net (Loss) profit for the period (IX - X)	**2.76**	**(7.44)**	**0.79**	**7.52**
XIV	Items not reclassifed to Profit and loss				
	Total comprehensive income Net of Tax	**(5.86)**	**(5.19)**	**(0.69)**	**(6.74)**
XV	Total Income after Comprehensive income	**(3.10)**	**(12.63)**	**0.10**	**0.78**
	Earnings per equity share:				
XVI	Paid-up equity share capital (Equity shares having face value of Rs. 10/- each)	19.80	19.80	19.80	19.80
XVII	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				(170.56)
XVIII	Earnings per share (of Rs. 10/- each) (not annualised)				
	(1) Basic	1.39	(3.76)	0.40	3.80
	(2) Diluted	1.39	(3.76)	0.40	3.80

Notes:

1. The above Un audited results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 14th August 2019.The Statutory Auditors have carried out a Limited Review of the Financial Results for the quarter ended on June 30, 2019.

SHAH ALLOYS LTD. A'BAD

2	Results for the quarter ended June 30, 2019 have been prepared in accordance with The Companies (Indian Accounting Standards) Rules, 2015 (IND AS) notified by the Ministry of Corporate Affairs. The results for the quarter ended June 30, 2018 have been restated as per IND AS and are comparable on like to like basis
3	Dues on account of maturity of Foreign Currency Convertible Bonds (FCCB) on Dt.22-09-2011, have been frozen on maturity and accordingly exchange rate fluctuation has not been considered thereafter
4	The format for above results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circular dated July 5, 2016, IND AS and Schedule III [Division II] to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
5	With reference to above, we submit that regarding segment reporting as per Indian Accounting Standard 108 applies to business segments or geographical segments. In case of our company, we are manufacturing Steel products only and further our manufacturing is limited to locally only, as such Indian Accounting Standard 108 is not applicable to us.
6	Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.

for Shah Alloys Limited

Ksamath

K. S. Kamath

Jt. Managing Director

DIN : 00261544

SHAH ALLOYS LTD. A'BAD

Place : Santej

Date : 14-08-2019

PARIKH & MAJMUDAR
CHARTERED ACCOUNTANTS
CA. (DR). HITEN PARIKH
M.Com., LL.B., FCA., Phd
CA. SANJAY MAJMUDAR
B.Com., LL.B., FCA

Independent Auditors Review Report on the Quarterly Unaudited Financial Results of the Company pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015,as amended

Review Report to **Board of Directors of**
SHAH ALLOYS LIMITED,
Ahmedabad.

We have reviewed the accompanying statement of unaudited standalone financial results of **SHAH ALLOYS LIMITED** (the "company") for the Quarter ended 30th June,2019. (the "statement")attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligations & Disclosure Requirements) Regulation,2015, (the Regulation) as amended, read with SEBI circular No.CIR/CFD/CMD1/44/2019 dated March 29,2019.(the Circluar)

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013,as amended read with relevant rules issued there under and other accounting principles generally accepted in India, read with the circular is the responsibility of the Company's Management and approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the statement based on our review.

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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

PARIKH & MAJMUDAR CHARTERED ACCOUNTANTS M.No. 040230 FRN No. 107525W

Basis for Qualified Opinion

1. *The Company has not provided for foreign exchange loss in the financial results on the Principal amount of 1,00,00,000 USD and on the Premium amount of 48,25,500 USD of the Foreign Currency Convertible Bonds (FCCB) which had become due for payment on September 22, 2011 and remain unpaid as at June 30, 2019, which constitutes a departure from the Indian Accounting Standard- 21. "The Effects of Changes in Foreign Exchange Rates which requires that each foreign currency monetary items should be reported using the closing rate as at the balance sheet date. Non provision of the foreign exchange loss on the aforesaid Foreign Currency Convertible Bonds (FCCB) and the* Premium amount relates to the period from September 23, 2011 to June 30, 2019. Had the company followed the Accounting Standard and made the provision for foreign exchange loss on the above FCCB for the quarter ending on 30.06.2019, then the loss of the company for the quarter ending on 30.06.2019 would have been Lower by Rs. 73.10 lacs and to that extent the liability would have been lower. However, the company has not provided for foreign exchange fluctuation on the above FCCB since September 2011 and accordingly the total loss on foreign exchange works out to Rs.2984.30 lacs which has not been provided by the company. Thus, balance of Reserve and surplus and the current liabilities have been understated by Rs. 2984.30 lacs on 30.06.2019.

2. *For the quarter ending on 30th June ,2019, the company has discontinued to make the provision of interest on loans from banks and financial institutions (excluding on the settlement entered with ARCs for specific loans which are assigned to them).Had the company continued the said practice of making provision of interest on loans from banks and financial institutions for the quarter ended on 30th June 2019 the loss of the year would have been higher by Rs 325.51 lacs and current liabilities would have been higher to that extent.*

PARIKH & MAJMUDAR
M.No. 040230
FRN No.
107525W
CHARTERED ACCOUNTANTS

3. **The Company has not assessed the impact of Effective Interest Method to the finance cost as per the requirement of Ind AS 109 'Financial Instruments and hence, the effect of the same, if any, on the financial results is not identifiable therefore, we are unable to comment upon its impact on the Financial results for the Quarter ended June 30, 2019.**

4. **The Company has not evaluated the provisioning requirement of a loss allowance on its financial assets so as to give impact of impairment if any as per the expected credit loss method as per the requirement of Ind AS 109 'Financial Instruments' and hence, the effect of the same if any on the Financial Results is not identifiable therefore. We are unable to comment upon its impact on the financial results for the quarter ended June 30, 2019**

Based on our review conducted except for the possible effects of the matter described in the Basis for Qualified Opinion as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (" Ind AS") as specified under Section 133 of Companies Act, 2013 as amended, 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 the Regulation, read with the Circular including the manner in which it is to be disclosed, or that it contains any material misstatement

EMPHASIS MATTER:

1) **The Company's current liabilities exceeded its current assets as at the previous year balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, in the view of the management, the Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future and therefore the financial results of the Company have been prepared on a "going concern basis".**

PARIKH & MAJMUDAR
M.No. 040240
FRN No. 107525W
CHARTERED ACCOUNTANTS

OTHER MATTERS

I) Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.

II) The closing stock as at 30.06.2019 is as taken, valued and certified by the Management.

Our Conclusion is not modified in respect of other matters.

Date: 14/08/2019

Place: Ahmedabad

For Parikh & Majmudar
Chartered Accountants
FRNNO 107525W

C.A Dr Hiten Parikh
PARTNER
M.No. 40230
UDIN: 19040230AAAAFK1105