

Pradeep Metals Limited

CIN: L99999MH1982PLC026191


Registered Office : R-205, T.T.C. Ind. Area, MIDC, Rabale, Nav Mumbai 400701

Email id : investors@pradeepmetals.com, Website : pradeepmetals.com, Contact no : +91-022-2769 1026, Fax :+91-022-2769-1123

Statement of standalone and consolidated financial results for the quarter and year ended 31st March 2019

Sr. No.	Particulars	Quarter ended				Year ended		Consolidated	
		31-Mar-2019		31-Dec-2018		31-Mar-2019		31-Mar-2018	
		Unaudited (Refer note 10)	Unaudited	Unaudited (Refer note 10)	Audited	Audited	Audited	Audited	
1	Income from operations	4,603	4,417	4,038	17,480	14,281	19,145	16,293	
2	Other income	50	77	65	130	270	107	245	
	(A) Total Income (1+2)	4,653	4,494	4,103	17,610	14,551	19,252	16,538	
3	Expenses	2,229	2,052	1,861	8,233	6,534	8,171	6,663	
(a)	Cost of materials consumed	-	78	(97)	(161)	(149)	-	(206)	
(b)	Purchases of stock-in-trade	(30)	-	-	-	91	(185)	(206)	
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	490	429	1,980	1,770	2,675	2,555	
(d)	Excise duty	508	158	191	693	621	821	721	
(e)	Employee benefits expense	158	111	108	444	418	626	582	
(f)	Finance costs	113	867	818	3,527	2,917	4,012	3,785	
(g)	Depreciation and amortisation expense	979	270	446	1,216	1,178	1,714	1,540	
(h)	Manufacturing expenses	284	-	-	-	-	-	-	
(i)	Other expenses	4,241	4,027	3,756	15,932	13,378	17,834	15,732	
	(B) Total Expenses	4,12	4,67	347	1,678	1,173	1,418	806	
4	Profit before exceptional items and tax (A-B)	412	467	347	1,678	1,173	1,418	806	
5	Less: Exceptional items	-	412	467	1,678	1,173	1,418	806	
6	Profit / (Loss) before tax (4-5)	-	-	-	-	-	-	-	
7	Tax Expense	-	-	-	-	-	-	-	
	1. Current tax	(116)	(140)	(81)	(490)	(423)	(490)	(423)	
	2. Deferred tax	(4)	1	(19)	(2)	79	(2)	79	
8	3. Income tax, deferred tax and MAT credit of earlier years (net)	(1)	-	(8)	8	(9)	8	(9)	
9	Profit (Loss) for the year from continuing operations (6-7)	291	328	239	1,194	819	934	453	
10	Profit (Loss) from discontinuing operations	-	-	-	-	-	-	-	
11	Tax expense of discontinuing operations	-	-	-	-	-	-	-	
12	Profit (Loss) for the year (8+11)	291	328	239	1,194	819	934	453	
13	Other Comprehensive Income (OCI)	-	-	-	-	-	-	-	
	A (i) Items that will not be reclassified to profit or loss	(28)	(3)	17	(39)	(12)	(39)	(12)	
	Remeasurement gain/(loss) of net defined benefit liability	8	1	(6)	11	4	11	4	
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-	-	
	Exchange differences on translation of foreign operations	-	-	-	-	-	-	-	
	(i) Income tax relating to items that will be reclassified to profit or loss	(20)	(2)	11	(28)	(8)	(151)	62	
	Total of Other Comprehensive Income	271	326	250	1,166	811	783	514	
14	Total Comprehensive Income for the year (12+13) (Comprising Profit (Loss) and Other Comprehensive Income for the year) attributable to:	-	-	-	-	-	-	-	
	(a) To Owners of parent	-	-	-	-	-	-	-	
	(b) To Non controlling interest	-	-	-	-	-	-	-	
15	Of the Total Comprehensive Income above, Profit for the year attributable to:	-	-	-	-	-	-	-	
	(a) To Owners of parent	-	-	-	-	-	-	-	
	(b) To Non controlling interest	-	-	-	-	-	-	-	
16	Of the Total Comprehensive Income above, Other comprehensive income attributable to:	-	-	-	-	-	-	-	
	(a) To Owners of parent	-	-	-	-	-	-	-	
	(b) To Non controlling interest	-	-	-	-	-	-	-	
17	Paid-up equity share capital (Face value of Rs. 10/- per share)	1,727	1,727	1,727	1,727	1,727	1,727	1,727	
18	Reserves excluding revaluation reserve	1,69	1,90	1,38	4,671	3,505	2,955	2,197	
19	Earnings per equity share of Rs. 10/- each (Not annualised)	1.69	1.90	1.38	6.91	4.74	5.41	2.62	
	(a) Basic (in Rs.)	1.69	1.90	1.38	6.91	4.74	5.41	2.62	
	(b) Diluted (in Rs.)	1.69	1.90	1.38	6.91	4.74	5.41	2.62	

*Signature*

SIGNED FOR IDENTIFICATION BY  
  
 N.A. SHAH ASSOCIATES LLP  
 MUMBAI

Pradeep Metals Limited  
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Statement of Standalone & consolidated financial results for the quarter and year ended 31st March 2019 (Continued)  
 Standalone/ Consolidated Statement of Assets and Liabilities

Particulars	Standalone (Audited)		Consolidated (Audited)	
	As at 31st March 2019	As at 31st March 2018	As at 31st March 2019	As at 31st March 2018
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property plant and equipment	4,692	4,725	5,395	5,552
Capital work-in-progress	659	26	658	26
Goodwill	-	-	518	460
Other intangible assets	58	67	63	73
Intangible assets under development	432	286	432	286
Goodwill on consolidation	-	-	148	148
Investment in subsidiary	879	879	-	-
Financial assets:				
(i) Investments - Others*	0	0	0	0
(ii) Loans	173	231	-	3
(iii) Other non-current financial assets	55	51	62	71
Income tax assets (net)	178	175	178	175
Other non-current assets	385	401	398	404
<b>Current assets</b>	<b>7,511</b>	<b>6,841</b>	<b>7,532</b>	<b>7,198</b>
Inventories	3,178	2,765	4,254	3,812
Financial assets:				
(i) Trade receivable	5,008	4,021	4,528	4,224
(ii) Cash and cash equivalent	44	120	398	192
(iii) Bank balances other than cash and cash equivalent	32	38	32	38
(iv) Loans	8	-	10	-
(v) Other current financial assets	631	642	674	659
Other current assets	287	295	295	295
<b>TOTAL ASSETS</b>	<b>10,099</b>	<b>8,692</b>	<b>10,170</b>	<b>9,221</b>
<b>EQUITY AND LIABILITIES</b>	<b>17,579</b>	<b>15,523</b>	<b>18,002</b>	<b>16,419</b>
<b>Equity</b>				
Equity share capital	1,727	1,727	1,727	1,727
Other equity	4,071	3,505	2,955	2,197
<b>TOTAL EQUITY</b>	<b>5,798</b>	<b>5,232</b>	<b>4,682</b>	<b>3,924</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Financial liabilities:				
Borrowings	1,598	1,855	3,022	3,535
Provisions	74	39	74	30
Deferred tax liabilities (Net of deferred tax asset & MAT credit)	461	472	461	472
	2,043	2,366	3,557	4,046
Government grant pending appropriation to statement of profit & loss	214	214	214	214
<b>Current liabilities</b>				
Financial liabilities:				
(i) Trade payable	5,524	4,823	5,524	4,823
(ii) Borrowings	36	0	36	0
- Due to micro and small enterprises**	1,604	1,398	1,746	1,575
- Due other than to micro and small enterprises	1,456	1,248	1,940	1,584
(iii) Other current financial liabilities	42	42	42	42
Other current liabilities	202	170	201	171
Provisions	60	30	60	30
Current tax liabilities (net)	8,924	7,711	9,549	8,235
<b>TOTAL LIABILITIES</b>	<b>11,81</b>	<b>10,281</b>	<b>13,320</b>	<b>12,495</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>17,579</b>	<b>15,523</b>	<b>18,002</b>	<b>16,419</b>

\* Represents 100 shares of TSB Sahakar Bank Ltd of Rs. 0.05 lakh  
 \*\* Represents amount payable of Rs. 0.50 lakh as on 31st March 2019 / Rs. 0.50 lakh as on 31st March 2018

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Statement of standalone & consolidated financial results for the quarter and year ended 31st March 2019 (Continued)

Notes to financial results (continued):

- The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 15th May 2019.
- The above results have been prepared in accordance with the guidelines issued by the Securities and Exchange Board of India (SEBI) and the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 including Ind AS 115 Revenue from Contracts with Customers' effective from 1st April 2018. The figures for the previous period have been regrouped and reclassified wherever required.
- During the quarter and year ended 31st March 2019, quarter ended 31st December 2018 and quarter ended 31st March 2018, loan granted to Wholly Owned Subsidiary (WOS) and corporate guarantee issued for loans taken by WOS is Rs. Nil. For the year ended 31st March 2019, loan granted to WOS was Rs. 225 lakhs and corporate guarantee issued for loan taken by WOS was Rs. 793 lakhs (USD 12 lakhs). During the quarter ended 31st December 2018 and year ended 31st March 2019, USD 1 lakh has been refunded by WOS.

5 In view of the settlement of dispute with the erstwhile JV Partner of the Step-Down Subsidiary (SDS) of the Company during the quarter ended 30th September 2017, improved performance of the Wholly Owned Subsidiary (WOS) and revival of the demand for the products in which WOS and SDS deal into and considering that the investment made in WOS is of strategic nature, in the opinion of management, no provision for diminution in the value of investment made in and loan given to WOS is required as at 31st March 2019 in standalone financial results. The statutory auditors have drawn reference of the above matter in their report on the audited standalone financial results for the quarter and year ended 31st March 2019 and reference was also drawn in their limited review report for earlier quarters of current year and in the report of previous year's quarters and year ended 31st March 2018.

6 Revenue from operations for the period reported upto 30th June 2017 were inclusive of excise duty, which was discontinued effective 1st July 2017 on implementation of Goods & Service Tax (GST) in India. As per Ind AS, the revenue is reported net of GST after 30th June 2017. Accordingly, the revenue from operations for the year ended 31st March 2019 are not comparable to the year ended 31st March 2018.

7 Export sales in standalone results include sales made to WOS of the Company in USA as given below :

Particulars	Quarter ended		Year ended	
	31-Mar-2019	31-Dec-2018	31-Mar-2018	31-Mar-2019
Pradeep Metals Limited Inc., USA	701	554	805	2,846
				1,924

(Rs. in lakhs)

8 Foreign exchange (loss) / gain included in other income, other expenses and finance cost is given below:

Particulars	Quarter ended		Year ended		Consolidated Year Ended	
	31-Mar-2019	31-Dec-2018	31-Mar-2018	31-Mar-2019	31-Mar-2018	31-Mar-2018
Other Income	222	51	35	46	214	46
Other Expenses	-	-	-	-	-	-
Finance cost - Foreign exchange loss (attributable to finance cost)	(2)	-	(62)	(81)	(62)	(81)
						(92)

(Rs. in lakhs)

9 (a) Consolidated financial statements / results are prepared in accordance with IND AS 110 'consolidated financial statements' and includes financial results in respect of :

- Unaudited financials of Pradeep Metals Limited, Inc. (WOS) for the year ended 31st March 2019
  - Unaudited financials of Dimensional Machine Works LLC (SDS), wholly owned subsidiary of WOS for the year ended 31st March 2019
- The above unaudited financial statements of WOS and SDS are prepared by the management in compliance with the requirement of Ind AS. Statutory auditors have carried out limited review of the unaudited standalone financial statements of WOS and SDS.

(b) In respect of Step Down Subsidiary (SDS),  
 (i) management is of the view that expected growth in the demand of the SDS's products will generate sufficient cash flows to cover the carrying value of the tangible assets and goodwill. In view of the above, in the opinion of the management, no provision for impairment loss of assets of SDS is considered necessary.  
 (ii) Ageing of slow/non-moving items of inventories is not available from the system. Management is of the view that there is demand for the SDS's products and inventories have realizable value greater than cost and hence no provision is considered necessary by the management.  
 Statutory auditors have drawn reference of the above matters in their report on the consolidated financial results for the year ended 31st March 2019

10 The Board of directors has recommended a final dividend of Re. 1 per equity share of Rs. 10/- each for financial year 2018-19. The payment is subject to approval of shareholders at the Annual general meeting of the Company (in quarter ended 31st December 2018 Rs. Nil, quarter and year ended 31st March 2018 Rs. Nil)

11 Figures for the March quarters are balancing figures between audited figures in respect of the full financial year and published year to date figures upto the 3rd quarter of the relevant financial year.





Statement of standalone & consolidated financial results for the quarter and year ended 31st March 2019 (Continued)

Notes to financial results (continued):  
 Segment disclosure:  
 The Company is primarily engaged in manufacturing of closed die forgings & steel processing and generating power from wind turbine generator.

Particulars	Standalone						Consolidated	
	Quarter ended		Year ended		Year ended		Year ended	
	31-Mar-2019 Unaudited (Refer note 10)	31-Dec-2018 Unaudited (Refer note 10)	31-Mar-2018 Unaudited (Refer note 10)	31-Mar-2019 Audited	31-Mar-2018 Audited	31-Mar-2019 Audited	31-Mar-2018 Audited	
<b>Segment revenue</b>								
(a) Closed die steel forging and processing	4,578	4,380	4,011	17,264	14,099	18,929	16,110	
(b) Power generation	25	37	27	216	182	216	182	
<b>Total</b>	<b>4,603</b>	<b>4,417</b>	<b>4,038</b>	<b>17,480</b>	<b>14,281</b>	<b>19,145</b>	<b>16,293</b>	
Less: Intersegment revenue								
<b>Net sales / Income from operations</b>	<b>4,603</b>	<b>4,417</b>	<b>4,038</b>	<b>17,480</b>	<b>14,281</b>	<b>19,145</b>	<b>16,293</b>	
<b>Segment result</b>								
Profit / (loss) before tax, finance cost from segment and other unallocable expenses / (income)	573	473	655	2,557	1,804	2,280	1,270	
(a) Closed die steel forging and processing	5	16	7	118	102	118	102	
(b) Power generation	578	489	662	2,575	1,906	2,398	1,372	
<b>Total</b>	<b>578</b>	<b>489</b>	<b>662</b>	<b>2,575</b>	<b>1,906</b>	<b>2,398</b>	<b>1,372</b>	
Less:								
(i) Finance cost	158	159	191	693	621	821	721	
(ii) Other un-allocable expenditure / (income)(net)	7	(137)	124	303	111	159	(155)	
<b>Profit before tax</b>	<b>412</b>	<b>467</b>	<b>347</b>	<b>1,578</b>	<b>1,173</b>	<b>1,418</b>	<b>806</b>	
<b>Capital employed:</b>								
Segment assets								
(a) Closed die steel forging and processing	15,232	14,890	13,044	15,232	13,044	15,033	13,751	
(b) Power generation	1,197	1,266	1,261	1,197	1,261	1,197	1,261	
(c) Unallocated	1,150	1,120	1,218	1,150	1,218	1,772	1,407	
<b>Total (A)</b>	<b>17,579</b>	<b>17,306</b>	<b>15,523</b>	<b>17,579</b>	<b>15,523</b>	<b>18,002</b>	<b>16,419</b>	
Segment liabilities								
(a) Closed die steel forging and processing	2,562	2,455	2,122	2,562	2,122	2,953	2,547	
(b) Power generation	8,619	8,724	8,146	8,619	8,146	10,367	9,948	
(c) Unallocated	11,181	11,179	10,291	11,181	10,291	13,320	12,495	
<b>Total (B)</b>	<b>22,362</b>	<b>22,358</b>	<b>20,559</b>	<b>22,362</b>	<b>20,559</b>	<b>26,639</b>	<b>24,990</b>	
<b>Capital Employed (Segment Assets- Segment Liabilities) (A-B)</b>								
(a) Closed die steel forging and processing	12,670	12,435	10,922	12,670	10,922	12,080	11,204	
(b) Power generation	1,197	1,296	1,238	1,197	1,238	1,197	1,261	
(c) Unallocated	(7,469)	(7,604)	(6,928)	(7,469)	(6,928)	(8,595)	(8,541)	
<b>Total</b>	<b>6,398</b>	<b>6,127</b>	<b>5,232</b>	<b>6,398</b>	<b>5,232</b>	<b>4,682</b>	<b>3,924</b>	

Note: It includes government grant received of Rs. 214.00 lakhs pending appropriation to Statement of Profit & Loss

Business segment:  
 Based on the 'management approach' as defined in IND AS 108 - Operating Segments, the Chief Operating decision maker evaluates the performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.

SIGNED FOR IDENTIFICATION BY  
  
 N.A. SHAH ASSOCIATES LLP  
 MUMBAI

for Pradeep Metals Limited  
 Pradeep Goyal  
 Chairman and Managing Director  
 DIN: 00008370  
 Mumbai

**Auditor's Report on standalone financial results of Pradeep Metals Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To  
The Board of Directors of  
Pradeep Metals Limited

**1. Report on quarterly and year to date standalone financial results**

We have audited the accompanying Statement of Standalone Financial Results ("the Statement") of Pradeep Metals Limited ("the Company") for the quarter and year ended 31<sup>st</sup> March 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, which has been initialed by us for identification purpose.

The Statement includes the results for the quarter ended 31<sup>st</sup> March, 2019 being the derived figures between the audited figures in respect of the current full financial year ended 31<sup>st</sup> March, 2019 and the published unaudited year-to-date figures upto 31<sup>st</sup> December, 2018, being the date of the end of the third quarter of the financial year, which were subjected to a limited review.

**2. Management's responsibility for the Statement**

These quarterly and year to date standalone financial results is the responsibility of the Company's management and has been approved by the board of directors. The Statement have been prepared on the basis of annual standalone financial statements in accordance with Indian Accounting Standards (Ind 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.

**3. Auditor's responsibility**

Our responsibility is to express an opinion on the Statement based on our audit of annual standalone financial statements.

We conducted our audit in accordance with the standard on auditing generally accepted in India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that our audit provides a reasonable basis for our opinion.



**N. A. SHAH ASSOCIATES LLP**  
Chartered Accountants

**4. Opinion**

In our opinion and to the best of our information and according to the explanations given to us this Statement:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July 2016 in this regard; and
- ii. gives a true and fair view of the standalone net profit (including other comprehensive income) and other financial information for the year ended 31st March, 2019.

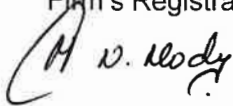
**5. Emphasis of matter**

Reference is invited to note 5 of the notes to the financial results. We are informed that in view of settlement of legal dispute in Step Down Subsidiary (SDS) of Wholly Owned Subsidiary (WOS) in previous year, improved operational performance of WOS during the current financial year and management's expectation of further revival in the demand for the products in which WOS and SDS are dealing would enable WOS and SDS to recoup the accumulated losses. Considering the above and based on management opinion, no provision for loan granted and diminution in the value of investment in WOS is required.

In respect of above, attention was drawn in our limited review report for three quarters of financial year 2018-19 and our report for all the quarters and year ended 31<sup>st</sup> March 2018. It was also reported under Emphasis of Matter paragraph in the Independent auditors report issued by us under the Companies Act, 2013 for the year ended 31<sup>st</sup> March 2018.

Our opinion is not modified in respect of above matter. Our conclusion / opinion was also not modified in respect of above matter in earlier quarters & previous financial year.

**For N. A. Shah Associates LLP**  
Chartered Accountants  
Firm's Registration No. 116560WW/100149



**Milan Mody**  
Partner  
Membership number: 103286  
Place: Mumbai  
Date: 15 MAY 2019





**Auditor's Report on consolidated financial results of Pradeep Metals Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To  
The Board of Directors of  
Pradeep Metals Limited

**1. Report on consolidated financial results**

We have audited the accompanying Statement of Consolidated Financial Results ("the Statement") of Pradeep Metals Limited ("the Company") and its Wholly Owned Subsidiary (WOS) and Step Down Subsidiary (SDS) (collectively referred to as 'the Group') for the year ended 31<sup>st</sup> March 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, which has been initialed by us for identification purpose.

**2. Management's responsibility for the Statement**

These consolidated financial results are the responsibility of the Company's management. This Statement have been prepared on the basis of annual consolidated financial statements in accordance with Indian Accounting Standards (Ind 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.

**3. Auditor's responsibility**

Our responsibility is to express an opinion on the Statement based on our audit of annual consolidated financial statements.

We conducted our audit in accordance with the standard on auditing generally accepted in India. Those Standards require that we comply with ethical requirements, plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depends upon the auditor's judgment, including the assessment of the risks of material misstatements in the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that our audit provides a reasonable basis for our opinion.

**4. Opinion**

In our opinion and to the best of our information and according to the explanations given to us this Statement:

- i. includes annual unaudited financial results of Pradeep Metals Limited, Inc. (Wholly Owned Subsidiary) (WOS) and Dimensional Machine Works LLP (Step Down Subsidiary) (SDS);
- ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and SEBI circular dated 5th July 2016 in this regard; and



# N. A. SHAH ASSOCIATES LLP

Chartered Accountants

- iii. gives a true and fair view of the consolidated net profit (including other comprehensive income) and other financial information for the year ended 31st March, 2019.

## 5. Emphasis of matter

Reference is invited to note 9(b) of the Statement. In respect of Step Down Subsidiary (SDS);

- a) Management is of the view that expected growth in the demand of the SDSs products will generate sufficient cash flows to cover the carrying value of the tangible assets and goodwill. In view of the above, in the opinion of the management, no provision for impairment loss of assets of SDS is considered necessary;
- b) Ageing of slow/non-moving items of inventories is not available from the system. Management is of the view that there is demand for the SDSs products and these inventories have realizable value greater than cost and hence no provision is considered necessary. We have relied on the management for the demand estimate and expected price realization.

Our opinion is not qualified in the above matters.

## 6. Other Matters

We did not audit the financial statements of WOS and SDS for the year ended 31<sup>st</sup> March 2019 included in the consolidated statement, whose financial statements reflect total assets of Rs. 3,637.51 lakhs as at 31<sup>st</sup> March 2019, total revenues of Rs. 4,519.76 lakhs and net cash flows aggregating to Rs. 206.55 lakhs. We have carried out limited review of the standalone financial statements of WOS and SDS for the year ended 31<sup>st</sup> March 2019. The unaudited financial statements of WOS and SDS are certified by the Company's management and have been prepared by the Company in accordance with Ind AS. Our opinion on the consolidated statements of the Group for the year then ended to the extent they relate to the statement as stated in this paragraph, is based solely on such management certified financial statements. Our opinion on the consolidated financial results is not modified in respect of the above matter.

**For N. A. Shah Associates LLP**

Chartered Accountants

Firm's Registration No. 110500W/W100119

*M. V. Mody*

**Milan Mody**

Partner

Membership number: 103286

Place: Mumbai

Date: 15 MAY 2019







# Pradeep Metals Limited

Manufacturers of Precision Closed Die Forgings

15<sup>th</sup> May, 2019

**The Secretary**  
**BSE Limited**  
P J Towers, Dalal Street,  
Mumbai 400 001

Dear Sir/Madam,


**Sub: Declaration pursuant to Regulation 33 (3) (d) of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

I, Kavita Ojha, Chief Financial Officer of Pradeep Metals Limited (CIN:L99999MH1982PLC026191) having its Registered Office at R 205, MIDC, Rabale, Navi Mumbai- 400701, Maharashtra, hereby declare that, the Statutory Auditors of the Company M/s. N. A. Shah and Associates, LLP, have issued an Audit Report with unmodified opinion on Audited Financial Results of the Company (Standalone and Consolidated) for the quarter and year ended March 31, 2019.

This declaration is given in compliance with Regulation 33 (3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. DCS/COMP/04/2016-17 dated June 01, 2017

Kindly take this declaration on your records.

Thanking you,  
Yours Truly,  
For Pradeep Metals Limited

  
Kavita Ojha  
Chief Financial Officer  
Place: Navi Mumbai  
Encl: as above

