

Mukand Ltd.

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Jamnalal Bajaj Marg
226 Nariman Point, Mumbai, India 400 021
Tel : 91 22 6121 6666 Fax : 91 22 2202 1174
www.mukand.com

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Post office Kalwe, Thane, Maharashtra
India 400 605
Tel : 91 22 2172 7500 / 7700 Fax : 91 22 2534 8179
CIN : L99999MH1937PLC002726

25th May, 2021

1	Department of Corporate Services BSE Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001. ISINCode:INE304A01026& INE304A04012 BSE Scrip Code : 500460	2	Listing Department National Stock Exchange of India Ltd. Exchange Plaza, Plot no. C/1, G Block, Bandra- Kurla Complex Bandra (E), Mumbai – 400051. ISINCode:INE304A01026&INE304A04012 NSE Scrip Name: MUKANDLTD
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Dear Sir(s),

Sub: Outcome of Board meeting held on 25th May, 2021-

a) Audited Financial Results for the quarter & year ended on 31st March, 2021

b) Dividend

In terms of the provisions of the Regulation 30 (read with Part A of Schedule III) and 33 & 52 of the SEBI Listing Regulations, 2015, we hereby inform you that the Board of Directors in its meeting held today, i.e. 25th May, 2021, inter alia, have,

- 1) considered and approved the Standalone and Consolidated Audited Financial Results of the Company for the quarter and financial year ended on 31st March, 2021;
- 2) recommended a dividend on 5,626,320 0.01% Cumulative Redeemable Preference Shares (partly redeemed) at the rate of 0.01% p.a. per share on paid up value/redeemable value for FY: 2014- 15 to 2020-21;
- 3) recommended a dividend on 5,626,320 Unlisted 8 % Cumulative Redeemable Preference Shares of face value of Rs. 10 per share, at the rate of 8%p.a., per share on paid-up value, for FY: 2019-20 & 2020-21; and
- 4) recommended a dividend of Re. 1/- (Rupee One only) per share on 14,14,05,861 equity share of Rs. 10/- each fully paid up (i.e. @ 10%), for the FY: 2020-21;



The Dividend, if approved by the shareholders at the forthcoming Annual General Meeting (AGM) of the Company, shall be paid/ dispatched to the shareholders, subject to deduction of tax at source, on or before 30 days from the date of AGM.

Unmodified Opinion- In terms of second proviso to Regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we confirm that the Auditors have given Unmodified Opinion on the Annual Audited Standalone and Consolidated Financial Results of the Company for the financial year ended 31st March, 2021.

We enclose herewith the following:

- a) Statement showing the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended on 31st March 2021.
- b) Auditor's Report from DHC & Co., Chartered Accountants, on the Audited Standalone & Consolidated Financial Results.
- c) Audited Statement of Assets and Liabilities as at 31st March, 2021 (Standalone and Consolidated).

The above Results will also be made available on the Company's website i.e. www.mukand.com

The Meeting commenced at 12: 45 p.m. and concluded at 2: 45 p.m.

Kindly take the above on your record.

Yours faithfully,
For **Mukand Limited**



K. J. Mallya
Company Secretary
(kjmallya@mukand.com)

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Mukand Limited

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **Mukand Limited** ("the Company") for the year ended March 31, 2021 ("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, as amended ('Listing Regulations').

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

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the following matters in the notes to the Statement:

1. Note 2 to the Statement, which explains the management evaluation on the impact of second wave of COVID-19 pandemic situation on the operational and financial position of the Company which is further dependent upon the circumstances as they evolve in the subsequent period.
2. Note 6 (a) to the Statement, relating to exposures in Bombay Forging Limited ("BFL") aggregating Rs. 31.57 crores (net of amount written-off) as at March 31, 2021. The management, barring any significant uncertainties in future, has considered the value of unencumbered fixed assets of BFL for the balance portion of exposure in BFL.

Our opinion is not modified in respect of the above matters.



DHC & Co.
Chartered Accountants

Board of Directors' Responsibility for the Standalone Financial Results

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



DHC & Co.
Chartered Accountants

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

- a) The audit of standalone financial results for the year ended March 31, 2020, was carried out and reported by Haribhakti & Co., LLP, vide their unmodified audit report dated June 27, 2020, whose report has been furnished to us by the management and which has been relied upon by us for the purpose of our audit of the Statement.
- b) Due to the COVID-19 related restrictions imposed by the states government, we were unable to physically observe the verification of inventory that was carried out by the management. Consequently, we have performed alternate audit procedures to obtain comfort over the existence of inventory at year end, as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items", and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on this Statement.

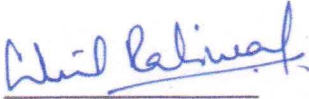
Our opinion is not modified in respect of the above matters.



DHC & Co.
Chartered Accountants

- c) The Statement includes the results for the quarter ended March 31, 2021, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For DHC & Co.
Chartered Accountants
ICAI Firm Registration No. 103525W



Atul Paliwal
Partner
Membership No. 401969

UDIN: 21401969AAAAAH7590



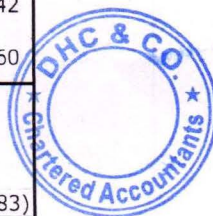
Place: Jaipur
Date: May 25, 2021

MUKAND LIMITED

Regd. Office : Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & TWELVE MONTHS ENDED MARCH 31, 2021

Rs. Crores

	Particulars	Quarter ended			Twelve months ended	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
I	TOTAL REVENUE					
a)	Sale of Goods & Services	921.71	775.10	723.09	2,656.05	2,797.51
b)	Other Operating Revenue	6.68	6.47	3.56	24.65	20.87
I	Revenue from Operations	928.39	781.57	726.65	2,680.70	2,818.38
II	Other Income					
a)	Interest Income	4.55	6.78	7.20	27.64	33.80
b)	Net Gain on Fair Valuation/Disposal of Investments	4.71	0.11	6.17	4.82	6.17
c)	Miscellaneous Income	626.56	6.25	0.27	634.22	12.26
II	Other Income	635.82	13.14	13.64	666.68	52.23
III	Total Revenue I+II	1,564.21	794.71	740.29	3,347.38	2,870.61
IV	EXPENSES					
a)	Cost of materials consumed	615.46	469.88	422.48	1,581.16	1,564.91
b)	Purchase of Stock in Trade	1.00			1.00	0.03
c)	Changes in inventories of finished goods and work-in-progress	184.57	(37.29)	3.01	249.20	(26.03)
d)	Employee benefits expense	51.04	50.80	46.54	188.74	188.52
e)	Finance Costs	55.28	76.06	87.43	307.02	338.11
f)	Depreciation	12.34	18.38	20.08	68.52	75.41
g)	Stores, Spares Components, Tools etc. consumed	112.38	106.80	102.52	352.37	418.78
h)	Other Expenditure	155.37	146.21	138.15	512.84	569.65
i)	Expenditure transferred to Capital Account / Capital Work-in-Progress	(0.47)	(0.36)	(1.00)	(1.26)	(4.17)
IV	Total Expenses	1,186.97	830.48	819.21	3,259.59	3,125.21
V	Profit / (Loss) before tax (III-IV)	377.24	(35.77)	(78.92)	87.79	(254.60)
VI	Tax Expense					
	Excess/ (Short) Provision for tax for earlier years (net)		(10.57)		(10.57)	
	Provision for Current Tax					
	Deferred Tax (Charge) / Credit	(149.38)	39.20	25.35	(31.22)	82.52
	Total Tax	(149.38)	28.63	25.35	(41.79)	82.52
VII	Profit/(Loss) for the period/year before tax adjustments pertaining to earlier years	227.86	(7.14)	(53.57)	46.00	(172.08)
	Tax adjustments due to reversal of Deferred Tax credit taken in earlier years on account of lapsing of business loss			(23.49)		(23.49)
VIII	Profit/(Loss) for the period/year	227.86	(7.14)	(77.06)	46.00	(195.57)
IX	Other Comprehensive Income					
	Items that will not be reclassified to Profit or loss-					
a)	Actuarial Gain/(Loss) on defined benefit obligations	(5.23)	0.33	(1.32)	(4.43)	1.48
b)	Net Gains/(Loss) on Fair Value changes of Equity Instruments	(3.36)		1.56	(3.36)	1.56
c)	Less : Deferred tax on above	2.26	(0.04)	0.08	2.07	(0.79)
	Net	(6.33)	0.29	0.32	(5.72)	2.25
X	Total Comprehensive Income (VIII+IX)	221.53	(6.85)	(76.74)	40.28	(193.32)
XI	Paid-up equity share capital - Face value Rs.10/- per Share	141.42	141.42	141.42	141.42	141.42
XII	Reserves (excluding Revaluation Reserve)				755.91	715.60
XIII	Earnings per Share of Rs.10/- each Basic & Diluted (for continued and discontinued operations) (not annualised for the quarters)					
	Basic and Diluted EPS (in Rs.)	16.11	(0.50)	(5.45)	3.25	(13.83)



MUKAND LIMITED
Rs. Crores

Statement of Assets and Liabilities as on		31-Mar-21	31-Mar-20
		Audited	Audited
I	Assets		
(A)	Non Current Assets		
(1)	Property Plant & Equipment, Capital Work in Progress & Intangible Assets		
a)	Property Plant & Equipment	424.47	466.60
b)	Capital Work in Progress	26.13	23.92
c)	Right of Use Assets	15.31	48.86
d)	Intangible assets	6.94	0.08
e)	Intangible assets under Implementation		6.29
		472.85	545.75
(2)	Financial Assets		
a)	Non Current Investments	215.75	1,428.62
b)	Other Non-Current Financial Assets	17.68	15.45
		233.43	1,444.07
(3)	Deferred tax Assets		18.18
(4)	Income Tax Assets	23.22	50.57
(5)	Other non-current assets	45.57	67.01
		68.79	135.76
	Total (A)	775.07	2,125.58
(B)	Current Assets		
(1)	Inventories	1,111.11	1,367.46
(2)	Financial Assets		
a)	Trade Receivables	516.61	420.32
b)	Cash & Cash Equivalents and Other Bank Balances		
i)	Cash & Cash Equivalents	26.24	0.92
ii)	Bank Balances Other than (i) above	16.14	66.07
		42.38	66.99
c)	Short term loans	147.26	109.60
d)	Other Financial Assets	158.18	177.63
d.1	Current Investments	499.53	
		804.97	287.23
(3)	Other current assets	132.55	141.42
	Total (B)	2,607.62	2,283.42
	TOTAL ASSETS	3,382.69	4,409.00



MUKAND LIMITED			
Statement of Assets and Liabilities as on		31-Mar-21	31-Mar-20
		Audited	Audited
II.	EQUITY AND LIABILITIES		
II.1	Equity		
a)	Share Capital	141.42	141.42
b)	Other Equity	755.91	715.60
		897.33	857.02
II.2	Liabilities		
A	Non Current Liabilities		
(1)	Financial Liabilities		
a)	Borrowings	1,735.41	1,894.16
b)	Other Financial liabilities	0.25	
		1,735.66	1,894.16
(2)	Provisions	37.41	33.42
(3)	Deferred tax Liabilities	10.97	
	Total (A)	1,784.04	1,927.58
(B)	Current Liabilities		
(1)	Financial Liabilities		
a)	Short Term Borrowings	80.54	566.74
b)	Trade Payables due to Micro Enterprises and Small Enterprises Other than Micro Enterprises and Small Enterprises	6.76 429.60	4.81 770.60
	Sub-total (b)	436.36	775.41
c)	Other Financial Liabilities	36.91	159.54
		553.81	1,501.69
(2)	Other Current Liabilities	136.64	112.67
(3)	Short Term provisions	10.87	10.04
	Total (B.2)	701.32	1,624.40
	TOTAL EQUITY AND LIABILITIES	3,382.69	4,409.00



MUKAND LTD

CASH FLOW STATEMENT FOR		<i>Rs in crore</i>	
		Year ended 31-Mar-21 Audited	Year ended 31-Mar-20 Audited
A	Cash Flow arising from Operating Activities		
	Profit / (Loss) before Tax & Other Comprehensive income	87.79	(254.60)
	Add back :		
	(1) Depreciation	68.52	75.41
	(2) Other Non-cash Expenditure/(Income) -(net)	2.57	7.08
	(3) Interest / Lease Charges (net)	279.38	304.31
	(4) Actuarial Gain on defined benefit obligations	(4.43)	1.48
		346.04	388.28
		433.83	133.68
	Deduct :		
	(1) Investment Income	6.60	1.42
	(2) Surplus/(Loss) on sale of assets -(net)	626.28	1.46
		632.88	2.88
	Operating Profit before Working Capital changes	(199.05)	130.80
	Adjustments for Working Capital Changes		
	(1) (Increase)/Decrease in Trade Receivables	(104.94)	7.77
	(2) (Increase)/Decrease in Other Non Current Financial Assets	(2.23)	0.23
	(3) (Increase)/Decrease in Other Non Current Assets	21.44	(13.75)
	(4) (Increase)/Decrease in Short Term Loans	(37.66)	(39.87)
	(5) (Increase)/Decrease in Current Financial Assets Others	30.72	84.65
	(6) (Increase)/Decrease in Other Current Assets	8.89	9.25
	(7) (Increase)/Decrease in Unpaid Dividend, Margin Money & Deposits	49.92	(7.18)
	(8) (Increase)/Decrease in Inventories	256.35	(113.36)
	(9) Increase/(Decrease) in Trade Payables	(332.77)	13.31
	(10) Increase/(Decrease) in Current Financial Liabilities Others	15.95	(12.27)
	(11) Increase/(Decrease) in Other Current Liabilities	23.96	67.05
	(12) Increase/(Decrease) in Non Current Financial Liabilities Others	0.25	(4.00)
	Net (Increase) / Decrease Working Capital changes	(70.12)	(8.17)
	Cash Flow from Operations	(269.17)	122.63
	Add / (Less) : Direct taxes Refund / (Paid) (net of refunds)	16.78	(1.73)
	Net Cash Inflow/(Outflow) from Operating Activities	(252.39)	120.90



MUKAND LTD

CASH FLOW STATEMENT FOR		<i>Rs in crore</i>	
		Year ended 31-Mar-21 Audited	Year ended 31-Mar-20 Audited
B	Cash Flow arising from Investing Activities Inflow		
	(1) Sale of Fixed Assets	637.06	1.52
	(2) Dividends received	6.60	1.42
	(3) Sale of Investments	714.81	32.21
		1,358.47	35.15
	Deduct Outflow		
	(1) Acquisition of Fixed Assets	6.41	19.46
	(2) Increase in Loans to Subsidiaries	0.00	0.10
		6.41	19.56
	Net Cash Inflow/(Outflow) from Investing Activities	1,352.06	15.59
C	Cash Flow arising from Financing Activities Inflow		
	(1) Proceeds from issue of Preference Share Capital	1.13	1.13
	(2) Increase in Term Loans (net)	0.00	137.26
	(3) Increase in Other Unsecured Loans (net)	0.00	43.14
		1.13	181.53
	Deduct Outflow		
	(1) Decrease in Term Loans - (net)	253.46	0.00
	(2) Decrease in Working Capital Loans from Banks - (net)	362.62	19.88
	(3) Decrease in Unsecured Loans	106.66	0.00
	(4) Redemption of Preference Share Capital	1.13	1.13
	(5) Interest / Lease charges - (net)	321.77	267.47
	(6) Payment towards Liability against Right of Use Assets	29.84	29.40
		1,075.48	317.88
	Net Cash Inflow / (Outflow) from Financing Activities	(1,074.35)	(136.35)
	Net Increase / (Decrease) in Cash/Cash Equivalents	25.32	0.14
	Add : Balance at the beginning of the year	0.92	0.78
	Cash/Cash Equivalents at the close of the period / year	26.24	0.92



Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 25th May 2021.
2. Post relaxation of lock down by the Government, the plants situated at Dighe, Thane in the State of Maharashtra and Ginigera, Koppal in the State of Karnataka became partially operational as per guidelines of the Government with effect from first week of May 2020. Company's steel production achieved near full capacity during the year under report. However, from 2nd week of April 2021 on account of diversion of oxygen which was used by the Steel Industry for medical purposes to save human lives, the production of stainless steel at Company's steel plant at Dighe, Thane has been affected. The stress on liquidity position was partially mitigated by the relief given by the Government, RBI, Electricity Distribution Companies, etc. The second COVID-19 wave poses a downside risk to economic activity in the first quarter of the year in progress. Its impact is expected to be muted compared with that of the first wave a year ago. Management expects that considering the nature of its business operations, existing customer and supplier relationships, impact on its business operations, if any, arising from COVID -19 pandemic may not be significant in the long run and would be able to recover carrying amount of all its assets as appearing in the financial statements and meet its entire financial obligations in the near future. The impact of COVID 19 pandemic may be different from that estimated as at the date of approval of these financial results. The Management will continue to monitor any material changes to future economic conditions.



3. Monetization of assets:

During the year under report Company decided:

- i) To dispose off 51% of equity stake held by the Company in Mukand Sumi Special Steel Ltd, a Joint Venture of the Company to Jamnalal Sons Private Ltd., an entity belonging to the promoter group of the Company. First tranche constituting 30% stake was completed on 31st December 2020 and the second tranche after close of the year, on 30th April 2021 for a total consideration of Rs.1,213.15 crore. As this investment was measured at fair value in earlier years, this disposal does not have any material impact on the statement of profit and loss for the year under report.
- ii) To dispose off 100% of equity stake held by the Company in Vidyavihar Containers Limited, a wholly owned subsidiary at a consideration of Rs.1.20 crore and the sale was completed on 19th March 2021.
- iii) To close the operations and subsequent liquidation of its wholly owned subsidiary Company, Mukand International FZE, Dubai. After close of the year, the Subsidiary has paid back for 4 shares of 1 Million Dharam each. Accordingly, Company has on 30th April 2021 received Rs.8.07 crore on this account.
- iv) To transfer Leasehold Land admeasuring approximately 54.34 acres together with structures standing thereon situated at Trans-Thane Creek Industrial Area, Dighe, Thane for a lumpsum consideration of Rs.679.25 crore plus applicable taxes and the resultant surplus has been included in other income. The said transaction was completed on 26th March 2021.



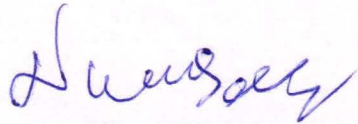
The results for the year under report includes effect of items at i) to iv) above for transactions completed by 31st March 2021. Amounts realized from above disposals, etc., have been mainly utilized to repay debt / other interest bearing liabilities of Rs.1,473 crore and this will entail substantial reduction in the yearly interest costs.

4. Petitions filed with NCLT for Scheme of amalgamation between Adore Traders and Realtors Private Limited, a wholly owned subsidiary of Mukand Global Finance Limited with the parent company MGFL, followed by the amalgamation of MGFL and Mukand Engineers Limited with the Company are yet to be approved by NCLT. The Scheme shall be effective from the appointed date 1st April,2019 on receipt of NCLT order and filing the same with Registrar of Companies and therefore the above results do not include effect of amalgamation of these Companies with the Company.
5. Company has opted for Taxation of its income under Lower Tax Regime from financial year 2019-20 onwards and Vivad-se-Vishwas (VsV) Scheme for some of the completed assessments. Necessary effect thereof has been given in the above results under the head "Tax Expense".
6. Management's response to the observations of the auditors on the financial statements for the year ended 31.03.2021:
 - a. The investments in and debts / advances due from Bombay Forgings Limited (BFL) was at Rs. 31.57 Crore (net of amounts written off) as at 31st March 2021 as against Rs. 38.18 Crore (net of provision for expected credit loss) as at 31st March 2020. The management, considering the value of unencumbered fixed assets of BFL, considers the balance dues to be 'Good' and adequately covered and barring unforeseen circumstances expects full realisability of the same in future.



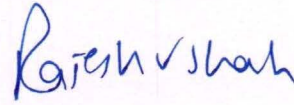
7. The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year, which were subjected to Limited Review.
8. Figures in respect of the previous period have been regrouped / recast wherever necessary in case of above results.

**By Order of the Board of Directors
For Mukand Ltd.,**



Niraj Bajaj

Chairman & Managing Director



Rajesh V. Shah

Co-Chairman & Managing Director

Place: **Mumbai**

Date : **25th May, 2021**

of



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Mukand Limited

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of Mukand Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the year ended March 31, 2021 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements /financial results of the subsidiaries, associates and joint ventures, the aforesaid Statement:

(i) includes the annual financial results of the following entities:

Sr. No.	Name of the Entity	Relationship
1	Mukand Limited	Holding Company
2	Mukand Global Finance Limited	Subsidiary
3	Mukand International FZE	Subsidiary
4	Vidyavihar Containers Limited	Subsidiary (upto March 19, 2021)
5	Adore Traders and Realtors Private Limited	Step-down Subsidiary
6	Mukand Sumi Special Steel Limited	Joint Venture
7	Mukand Sumi Metal Processing Limited	Joint Venture
8	Hospet Steel Limited	Joint Venture
9	Mukand Engineers Limited	Associates
10	Stainless India Limited	Associates
11	Bombay Forgings Limited	Associates

(ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net loss and other comprehensive income and other financial information of the Group, its associates and joint ventures for the year ended March 31, 2021.



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Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to the following matters in the notes to the Statement:

1. Note 2 to the Statement, which explains the management evaluation on the impact of COVID-19 pandemic situation on the operational and financial position of the Company which is further dependent upon the circumstances as they evolve in the subsequent period.
2. Note 6 (a) to the Statement, relating to exposures in Bombay Forging Limited ("BFL") aggregating Rs. 31.57 crores (net of amount written-off) as at March 31, 2021. The management, barring any significant uncertainties in future, has considered the value of unencumbered fixed assets of BFL for the balance portion of exposure in BFL.
3. Note 6 (b) to the Statement, relating to the accounting treatment of goodwill aggregating Rs. 1,834.84 crores in the books of Mukand Sumi Special Steel Limited ("MSSSL"), a Joint Venture, which is amortised over its useful life in accordance with the scheme of amalgamation as sanctioned by the National Company Law Tribunal ("NCLT"). As a consequence, depreciation and amortisation expenses for the year ended March 31, 2021 in the books of MSSSL includes Rs. 91.72 crores on account of amortisation of goodwill. This accounting treatment is different from that prescribed under Indian Accounting Standard (Ind AS) 103 - "Business Combination" for business combination of entities under common control. Had the accounting treatment prescribed under Ind AS 103 been followed, the depreciation and amortisation expense for the year ended March 31, 2021 would have been lower by Rs. 91.72 crores and loss before tax would have been lower by similar amount.
4. Note 6 (c) to the Statement, wherein the Statutory Auditor of an associate company, Mukand Engineers Limited ("MEL"), have drawn reference to following para in their review report:

Note 4 of the financial result of MEL, which states that the MEL has incurred a net loss of Rs. 7.56 crores (Loss after tax) during the quarter ending March 31, 2021 and has accumulated losses amounting to Rs. 81.91 crores, as on March 31, 2021 resulting in to erosion of the Net worth of MEL. During the period under review, Fund flow of MEL has been impacted on account of general slow-down in the business, which may also seriously impair MEL's financial position. This



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indicates that a material uncertainty exists that may cast significant doubt on the MEL's ability to continue as going concern. However, keeping in mind the ongoing restructuring exercise by the MEL, it is believed that the business will be able to generate sufficient profits in future to meet its financial obligations, these year ended financial results have been prepared using going concern basis of accounting.

Our opinion is not modified in respect of these matters.

Board of Directors' Responsibility for the Consolidated Financial Results

This Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the consolidated net loss and other comprehensive income and other financial information of the Group including its associates and joint ventures in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and joint ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.



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As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and joint ventures to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

- a) The audit of consolidated financial results for the year ended March 31, 2020, was carried out and reported by Haribhakti & Co. LLP, vide their unmodified audit report dated June 27, 2020, whose report has been furnished to us by the management and which has been relied upon by us for the purpose of our audit of the Statement. Our opinion is not modified in respect of this matter.
- b) Due to the COVID-19 related restrictions imposed by the state government, we were unable to physically observe the verification of inventory that was carried out by the management of the holding company. Consequently, we have performed alternate audit procedures to obtain comfort over the existence of inventory at year end, as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items", and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on this statement. Our opinion is not modified in respect of this matter.
- c) The Statement includes the audited financial results of three (3) subsidiaries and one (1) step down subsidiary, whose financial statements/financial results reflect Group's share of total assets of Rs. 65.05 crores as at March 31, 2021, Group's share of total revenues of Rs. 7.64 crores and Rs. 116.36 crores and Group's share of total net loss after tax of Rs. 270.32 crores and Rs. 272.34 crores for the quarter and year ended March 31, 2021 respectively, and net cash inflows amounting to Rs. 1.29 crores for the year ended March 31, 2021, as considered in the Statement, which have been audited by their respective independent auditors. The Statement also includes Group's share of net loss of Rs. 31.28 crores and Rs. 71.51 crores for the quarter and year ended March 31, 2021 respectively, as considered in the Statement, in respect of one (1) associate and three (3) joint ventures, whose financial statements/financial results have been audited by their respective independent auditors. The independent auditors' reports on financial statements/financial results of these entities have been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the reports of the such auditors and the procedures performed by us are as stated in section above.

One (1) of the above subsidiary is located outside India whose financial statements have been prepared in accordance with accounting principles generally accepted in that country and which have been audited by its independent auditors under generally accepted auditing standards applicable in that country. The Holding Company's management has converted the financial statements of such subsidiary located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of its independent auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.



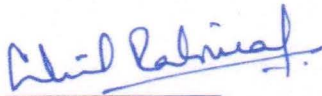
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d) The Statement includes Group's share of net loss of Rs. 2.16 crores and Rs. 3.69 crores for the quarter and year ended March 31, 2021 respectively, as considered in the Statement, in respect of two (2) associates, whose financial statements/financial results have not been audited by us. These unaudited financial statements/financial results have been furnished to us by the Board of Directors and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these associates are based solely on such unaudited financial statements/financial results. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements/financial results are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters in c) & d) with respect to our reliance on the work done and the reports of the other auditors and the financial results/financial information certified by the Board of Directors.

e) The Statement includes the results for the quarter ended March 31, 2021, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For DHC & Co.
Chartered Accountants
ICAI Firm Registration No.103525W



Atul Paliwal
Partner

Membership No.: 401969

UDIN: 21401969AAAAAJ7669



Place: Jaipur
Date: May 25, 2021



MUKAND LIMITED

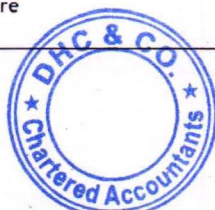
Regd. Office : Bajaj Bhawan, Jammalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021

CIN : L99999MH1937PLC002726

Statement of Audited Consolidated Financial Results for the quarter & year ended March 31, 2021

Rs. In Crores

Particulars	Quarter ended			Year ended	Year ended
	31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
	Audited	Unaudited	Audited	Audited	Audited
I. Revenue from Operations	923.60	797.84	765.67	2,725.99	2,922.69
II. Other income	638.76	81.57	13.37	721.06	24.07
III. Interest Income	(2.03)	8.88	9.24	27.35	44.17
IV. Total Revenue (I + II + III)	1,560.33	888.29	788.28	3,474.40	2,990.93
V. Expenses:					
(a) Cost of materials consumed	619.02	469.88	405.48	1,580.71	1,520.58
(b) Purchases of Stock-in-Trade	(1.12)	9.93	47.26	35.30	119.01
(c) Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	184.57	(37.29)	3.01	249.20	(26.03)
(d) Employee benefits expense	51.65	51.15	46.84	190.31	189.92
(e) Finance costs	59.25	83.53	94.03	332.41	363.97
(f) Depreciation and amortization expense	12.34	18.38	20.08	68.52	75.41
(g) Stores, Spares, Components, Tools, etc. consumed	112.38	106.80	102.52	352.37	418.78
(h) Other Expenses	407.46	147.62	144.46	768.13	580.14
(i) Expenditure transferred to Capital Accounts / Capital Work-in-Progress	(0.47)	(0.36)	(1.00)	(1.26)	(4.17)
Total expenses	1,445.08	849.64	862.68	3,575.69	3,237.61
VI. Profit/(loss) before exceptional items and tax (IV-V)	115.25	38.65	(74.40)	(101.29)	(246.68)
Less : Exceptional Items(net)	-	-	-	-	-
VII. Profit/(loss) before tax and Share in Profits of Associates and Joint Ventures	115.25	38.65	(74.40)	(101.29)	(246.68)
Add: Share in Profits/(Loss) of Associates and Joint Ventures	(25.73)	0.88	(11.68)	(53.42)	(49.77)
VIII. Profit/(loss) before tax	89.52	39.53	(86.08)	(154.71)	(296.45)
IX. Tax expense:					
Current tax	0.71	(0.43)	0.66	-	(0.29)
Deferred Tax (Charge) / Credit	(151.61)	36.00	25.48	(38.50)	80.35
Excess / (Short) provision for tax in respect of earlier years	-	(10.57)	-	(10.57)	-
Total Tax Expense	(150.90)	25.00	26.14	(49.07)	80.06
Profit/(Loss) for the period/year before tax adjustments pertaining to earlier years	(61.38)	64.53	(59.94)	(203.78)	(216.39)
Tax adjustments due to reversal of Deferred Tax credit taken in earlier years on account of lapsing of business loss	-	-	(23.49)	-	(23.49)
X. Profit/(Loss) for the period/year (VIII-IX)	(61.38)	64.53	(83.43)	(203.78)	(239.88)
XI. Other Comprehensive income (net)					
1 Items that will not be reclassified to Statement of Profit or Loss :-					
Actuarial Gain on Employee defined benefit funds	(5.23)	0.34	(1.32)	(4.43)	1.48
Less : Deferred tax on above	1.31	(0.04)	0.40	1.12	(0.47)
Share of other comprehensive income of Associates & Joint ventures accounted for using the equity method	(0.42)	-	(0.08)	(0.43)	(0.61)
2 Items that will be reclassified to Statement of Profit or Loss :-					
Exchange Fluctuation on Translating Foreign Operations	-	(0.15)	1.03	(0.60)	1.53
Total Other Comprehensive income (net)	(4.34)	0.15	0.03	(4.34)	1.93
XII. Total Comprehensive Income (X+XI)	(65.72)	64.68	(83.40)	(208.12)	(237.95)
XIII. Paid-up equity share capital - Face value Rs. 10/- per share	141.42	141.42	141.42	141.42	141.42
XIV. Reserves excluding Revaluation Reserves	-	-	-	321.13	529.25
XV. Earning per share - Face value Rs. 10/- per share					
Basic and diluted earnings per share (in Rs.)	(4.34)	4.56	(5.90)	(14.41)	(16.96)



Sr. No.	Particulars	Quarter ended			Year ended	Year ended
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
1	Segment Revenue					
	Specialty Steel	1,547.59	786.32	733.48	3,319.44	2,795.62
	Industrial Machinery & Engineering Contracts	9.02	7.42	26.94	26.52	109.31
	Others	(6.77)	5.26	6.38	7.72	22.65
	Less : Inter Segment Revenue	(0.06)	(1.16)	(1.13)	(1.51)	(4.89)
	Total Segment Revenue	1,549.78	797.84	765.67	3,352.17	2,922.69
2	Segment Result					
	Specialty Steel	352.27	42.59	7.69	330.34	89.53
	Industrial Machinery & Engineering Contracts	(14.69)	(14.66)	(7.11)	(57.88)	(29.67)
	Others	(211.85)	0.40	(54.45)	(210.73)	(50.78)
	Less : Inter Segment Revenue	(0.09)	(0.13)	(0.16)	(0.25)	(0.67)
	Total Segment Result	125.64	28.20	(54.03)	61.48	8.41
	Add : Interest Income	(2.03)	8.88	9.24	27.35	44.17
	Other Income	12.58	81.57	13.37	94.88	24.07
	Share in Profits/(Loss) of Associates and Joint Ventures	(25.73)	0.88	(11.68)	(53.42)	(49.77)
	Less : Unallocable Expenditure	35.89	(0.83)	47.33	32.63	25.49
	Profit / (Loss) before Finance costs	146.35	118.70	4.23	162.92	52.37
	Less : Finance Costs	(56.83)	(79.17)	(90.31)	(317.63)	(348.82)
	Profit / (Loss) before Tax	89.52	39.53	(86.08)	(154.71)	(296.45)
3	Segment Assets / Liabilities	As at	As at	As at	As at	As at
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
(i)	Segment Assets					
	Specialty Steel	2,120.52	2,314.18	2,339.68	2,120.52	2,339.68
	Industrial Machinery & Engineering Contracts	294.22	302.30	363.28	294.22	363.28
	Others	29.44	184.97	166.33	29.44	166.33
	Un-allocated Assets	799.14	1,013.53	1,590.60	799.14	1,590.60
	Total Assets	3,243.32	3,814.97	4,459.89	3,243.32	4,459.89
(ii)	Segment Liabilities					
	Specialty Steel	582.08	671.40	887.17	582.08	887.17
	Industrial Machinery & Engineering Contracts	39.42	37.22	57.00	39.42	57.00
	Others	166.31	159.74	137.27	166.31	137.27
	Un-allocated Liabilities	1,992.96	2,418.34	2,707.78	1,992.96	2,707.78
	Total Liabilities	2,780.77	3,286.70	3,789.22	2,780.77	3,789.22
4	Total Net Capital Employed	462.55	528.27	670.67	462.55	670.67





MUKAND LIMITED

Regd. Office : Bajaj Bhawan, Jammalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021

CIN : L99999MH1937PLC002726

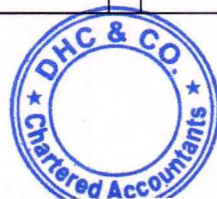
Audited Consolidated Balance Sheet as at March 31, 2021

Rs. In Crores

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Audited	Audited
I ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	424.49	466.62
(b) Capital work-in-progress	26.13	23.92
(c) Intangible assets	6.94	0.08
(d) Intangible assets under Implementation	-	6.29
(e) Right of Use Assets	15.31	48.86
(f) Investment in Joint Ventures and Associates	105.87	1,213.71
(g) Financial Assets		
i) Investments	0.84	0.47
ii) Other financial assets	17.69	15.46
(h) Deferred tax assets(net)	0.40	12.11
(i) Income Tax Assets (net)	23.77	51.50
(j) Other non-current assets	45.57	67.01
Total Non-current assets	667.01	1,906.03
2 Current Assets		
(a) Inventories	1,111.13	1,367.44
(b) Financial Assets		
i) Trade receivables	517.13	418.31
ii) Cash and cash equivalents	36.26	9.99
iii) Bank balances other than (ii) above	16.48	68.16
iv) Loans	181.82	333.20
v) Other financial assets	158.64	215.36
vi) Investment in Joint Venture	421.31	-
(c) Income Tax Assets (net)	-	2.16
(d) Other current assets	133.54	139.24
Total Current assets	2,576.31	2,553.86
Total Assets	3,243.32	4,459.89
II EQUITY AND LIABILITIES		
Equity		
(a) Share capital	141.42	141.42
(b) Other equity	321.13	529.25
Total Equity	462.55	670.67
LIABILITIES		
1 Non-Current Liabilities		
(a) Financial liabilities		
i) Borrowings	1,763.49	1,894.16
ii) Other financial liabilities	0.25	-
(b) Provisions	38.70	34.69
(c) Deferred tax liabilities (Net)	25.65	-
(d) Other non-current liabilities	-	-
Total Non-current liabilities	1,828.09	1,928.85
2 Current liabilities		
(a) Financial liabilities		
i) Borrowings	306.89	784.67
ii) Trade payables due to :		
Micro and Small Enterprises	6.75	4.81
Other than Micro and Small Enterprises	429.55	756.95
iii) Other financial liabilities	60.14	183.78
(b) Other current liabilities	138.48	120.12
(c) Provisions	10.87	10.04
(d) Current tax liabilities(Net)	-	-
Total Current liabilities	952.68	1,860.37
Total Equity and Liabilities	3,243.32	4,459.89



Particulars	For the year ended		For the year ended	
	31-Mar-2021 Audited		31-Mar-2020 Audited	
A CASH FLOW FROM OPERATING ACTIVITIES:				
Profit before exceptional items and tax		(101.29)		(246.68)
<i>Adjustments for:</i>				
Depreciation/amortisation/Impairment	68.52		75.41	
Surplus on account of sale of Assets/Land	(626.94)		(1.49)	
Loss on sale of assets	0.67		0.03	
Net gains on Fair value changes/Disposal of Equity Instruments	(93.43)		(13.22)	
Interest expense (Net)	305.06		319.23	
Dividend Income	-		(0.01)	
Credit balances apporpriated	(0.72)		(0.08)	
Excess provisions written back (net)	(11.14)		(4.21)	
Other Non Cash Items (net)	261.29		13.87	
Provision for warranty costs	0.28		0.21	
Provision for Long Term & Short Term Employee Benefits	4.56		1.05	
Loss on variation in foreign exchange rate (net)	(1.86)	(93.71)	2.82	393.61
Cash Generated from operations before working capital changes		(195.00)		146.93
<i>Adjustments for:</i>				
(Increase)/decrease in inventories	256.31		(113.40)	
(Increase)/Decrease in trade receivables	(358.85)		21.56	
(Increase)/Decrease in other non-current & current financial assets	232.96		54.36	
(Increase)/Decrease in other non-current & current assets	27.12		0.63	
Increase/(Decrease) in trade payables	(313.60)		4.25	
Increase/(Decrease) in other non-current & current financial liabilities	(1.02)		(28.38)	
Increase/(Decrease) in other non-current & current liabilities	18.36		66.11	
Increase/(Decrease) in non-current & Current provisions	(4.43)	(143.15)	1.48	6.61
Cash generated from operations		(338.15)		153.54
Taxes paid (net of refunds)		19.32		(4.04)
Net cash (used in) / generated from operating activities - [A]		(318.83)		149.50
B CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Property, Plant & Equipment	(6.41)		(22.17)	
Sale proceeds of Property, Plant & Equipment	637.06		1.54	
Sale of Investments	714.81		32.20	
Dividend Income	-		0.01	
Net cash (used in) / generated from investing activities - [B]		1,345.46		11.58
C CASH FLOW FROM FINANCING ACTIVITIES:				
Proceeds from issue of Preference Shares	1.13		1.13	
Payment towards part redemption of Preference Shares	(1.13)		(1.13)	
Increase/(Decrease) in working capital loans from bank	(362.62)		(19.88)	
Increase/(Decrease) in other unsecured loans (net)	(97.00)		11.83	
Increase/(Decrease) in Term loans (Net)	(223.52)		187.65	
Increase/(Decrease) in Fixed Deposits taken	(0.37)		1.18	
Payment towards Liability against Right to Use Assets	(29.84)		(29.40)	
Interest paid/Expenses related to issue of shares	(287.01)		(310.27)	
Net cash (used in) / generated from financing activities - [C]		(1,000.36)		(158.89)
Net increase/(decrease) in cash and cash equivalents - [A+B+C]		26.27		2.19
Add: Cash and cash equivalents at the beginning of the period/year		9.99		7.80
Cash and cash equivalents at the end of the period/year		36.26		9.99



Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 25th May 2021.
2. Post relaxation of lock down by the Government, the plants situated at Dighe, Thane in the State of Maharashtra and Ginigera, Koppal in the State of Karnataka became partially operational as per guidelines of the Government with effect from first week of May 2020. Company's steel production achieved near full capacity during the year under report. However, from 2nd week of April 2021 on account of diversion of oxygen which was used by the Steel Industry for medical purposes to save human lives, the production of stainless steel at Company's steel plant at Dighe, Thane has been affected. The stress on liquidity position was partially mitigated by the relief given by the Government, RBI, Electricity Distribution Companies, etc. The second COVID-19 wave poses a downside risk to economic activity in the first quarter of the year in progress. Its impact is expected to be muted compared with that of the first wave a year ago. Management expects that considering the nature of its business operations, existing customer and supplier relationships, impact on its business operations, if any, arising from COVID -19 pandemic may not be significant in the long run and would be able to recover carrying amount of all its assets as appearing in the financial statements and meet its entire financial obligations in the near future. The impact of COVID 19 pandemic may be different from that estimated as at the date of approval of these financial results. The Management will continue to monitor any material changes to future economic conditions.

3. Monetization of assets:

During the year under report Mukand Ltd decided:

- i) To dispose off 51% of equity stake held by the Company in Mukand Sumi Special Steel Ltd, a Joint Venture of the Company to Jamnalal Sons Pvt. Ltd., an entity belonging to the promoter group of the Company. First tranche constituting 30% stake was completed on 31st December 2020 and the second tranche after close of the year, on 30th April 2021 for a total consideration of Rs.1,213.15 crore. In financial statement of Mukand Ltd., as this investment was measured at fair value in earlier years, necessary adjustment required for consolidation is given in these financial statements.
- ii) To dispose off 100% of equity stake held by the Company in Vidyavihar Containers Limited, a wholly owned subsidiary at a consideration of Rs.1.20 crore and the sale was completed on 19th March 2021.
- iii) To close the operations and subsequent liquidation of its wholly owned subsidiary Company, Mukand International FZE, Dubai. After close of the year, the Subsidiary has paid back for 4 shares of 1 Million Dhiram each.



Accordingly, Company has on 30th April 2021 received Rs.8.07 crore on this account.

- iv) To transfer Leasehold Land admeasuring approximately 54.34 acres together with structures standing thereon situated at Trans-Thane Creek Industrial Area, Dighe, Thane for a lumpsum consideration of Rs.679.25 crore plus applicable taxes and the resultant surplus has been included in other income. The said transaction was completed on 26th March 2021.

The results for the year under report includes effect of items at i) to iv) above for transactions completed by 31st March 2021. Amounts realized from above disposals, etc., have been mainly utilized to repay debt/other interest bearing liabilities of Rs.1,473 crore and this will entail substantial reduction in the yearly interest costs.

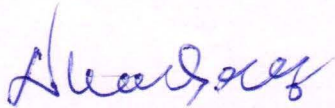
4. Petitions filed with NCLT for Scheme of amalgamation between Adore Traders and Realtors Private Limited, a wholly owned subsidiary of Mukand Global Finance Limited with the parent company MGFL, followed by the amalgamation of MGFL and Mukand Engineers Limited with the Company are yet to be approved by NCLT. The Scheme shall be effective from the appointed date 1st April,2019 on receipt of NCLT order and filing the same with Registrar of Companies and therefore the above results do not include effect of amalgamation of these Companies with the Company.
5. Mukand Ltd has opted for Taxation of its income under Lower Tax Regime from financial year 2019-20 onwards and Vivad-se-Vishwas (VsV) Scheme for some of the pending appeals. Necessary effect thereof has been given in the above results under the head "Tax Expense".
6. Management's response to the observations of the auditors on the consolidated financial statements for the year ended 31-03-2021:
- a. The investments in and debts / advances due from Bombay Forgings Limited (BFL) was at Rs.31.57 Crore (net of amount written off) as at 31st March 2021 as against Rs. 38.18 Crore (net of provision for expected credit loss) as at 31st March 2020. The management, considering the value of unencumbered fixed assets and current assets of BFL, considers the balance dues to be 'Good' and adequately covered and barring unforeseen circumstances expects full realisability of the same in future.
- b. In accordance with the Scheme of Amalgamation as sanctioned by the NCLT, Mukand Sumi Special Steel Ltd., a joint venture, has recognized goodwill on amalgamation amounting to Rs. 1,834.84 Crore which is amortized over its useful life. Depreciation and amortization charge for the year under report on this account is Rs. 91.72 Crore (Rs. 91.74 Crore for the year ended 31-03-2020). This accounting treatment is different from that prescribed under Indian Accounting Standard (Ind AS 103) - 'Business Combinations' for business combination of entities under common control.



c. As regards Mukand Engineers Ltd (MEL), an associate company, the Company had filed Company Scheme Petition seeking sanction of the NCLT, Mumbai bench and the same was admitted by NCLT Special Bench, Mumbai on 23rd April, 2020. Final hearing on the petition and approval of the Scheme by NCLT is awaited. The Scheme is also subject to requisite approval of other Statutory or Regulatory authorities as may be applicable. On implementation of the Scheme, the Company will cease to exist and all the assets and liabilities of the Company will be transferred to Mukand Limited w.e.f. the Appointed Date on a going concern basis without any further act, instrument, deed, matter or thing by virtue of and in the manner provided in the Scheme. In view of this the financial statements have been prepared on a going concern basis. The statutory Auditors of MEL have referred this note as a matter of emphasis in its report on the results for the quarter ended 31st March 2021.

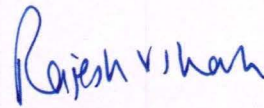
7. The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year, which were subjected to Limited Review.
8. Figures in respect of the previous period have been regrouped / recast wherever necessary in case of above results.

**By Order of the Board of Directors
For Mukand Ltd.,**



Niraj Bajaj

Chairman & Managing Director



Rajesh V. Shah

Co-Chairman & Managing Director

Place : **Mumbai**

Date : **25th May 2021**

