

KALYANI STEELS

CIN-L27104MH1973PLC016350

KSL:SEC:

June 26, 2020

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai – 400 001
Scrip Code : 500235

National Stock Exchange of India Limited

Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051
Scrip Symbol : KSL

Dear Sir,

Sub. : Statement of Audited Financial Results
for the quarter and year ended March 31, 2020

Please find enclosed herewith Statement of Audited Financial Results (Standalone and Consolidated) for the quarter and year ended March 31, 2020, duly approved and taken on record by the Board of Directors of the Company at their meeting held today i.e. on June 26, 2020, along with Audit Reports (with Un-modified opinion).

Declaration by Mr.B.M. Maheshwari, Chief Financial Officer pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is also enclosed, along with the Results.

The Board Meeting commenced at 12.00 Noon and concluded at 1.40 p.m.

Kindly take the aforesaid submissions on record.

Thanking you,

Yours faithfully,
For KALYANI STEELS LIMITED

MRS.D.R. PURANIK
COMPANY SECRETARY
E-mail : puranik@kalyanisteels.com



Encl. : as above



KALYANI
GROUP COMPANY

KALYANI STEELS LIMITED, CORPORATE BUILDING, 2ND FLOOR, MUNDHWA, PUNE 411036, INDIA.
PHONE : +91 20 66215000 FAX : +91 20 26821124



KALYANI STEELS LIMITED

CIN : L27104MH1973PLC016350

Regd. Office : Mundhwa, Pune 411 036.

Phone : 020 66215000 , Fax : 020 26821124

Website : www.kalyanisteels.com, E-mail - investor@kalyanisteels.com

**STATEMENT OF STANDALONE FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Year ended	
		March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	Revenue from Operations	2,717.46	2,805.25	3,219.79	11,989.28	14,065.79
2	Other Income	75.67	70.48	89.24	232.63	132.05
3	Total Income (1+2)	2,793.13	2,875.73	3,309.03	12,221.91	14,197.84
4	Expenses					
	(a) Cost of Materials Consumed	1,360.19	1,265.06	1,706.06	5,854.32	8,012.23
	(b) Purchases of stock-in-trade	172.07	59.27	56.16	510.88	86.24
	(c) Manufacturing Expense (See Note 5)	553.43	530.67	612.28	2,322.09	2,856.62
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(332.10)	175.86	2.34	(120.53)	(203.89)
	(e) Employee benefit expense	143.97	141.37	136.58	577.34	560.52
	(f) Finance Costs	18.10	18.48	23.34	80.46	66.25
	(g) Depreciation and amortisation expense	113.85	111.79	103.24	426.15	383.97
	(h) Other Expenses	430.36	129.89	161.41	892.17	630.10
	Total Expenses	2,459.87	2,432.39	2,801.41	10,542.88	12,392.04
5	Profit before exceptional items (3 - 4)	333.26	443.34	507.62	1,679.03	1,805.80
6	Exceptional Items	-	-	56.07	-	119.21
7	Profit before tax (5 + 6)	333.26	443.34	563.69	1,679.03	1,925.01
8	Tax Expenses					
	Current Tax	117.50	121.30	157.00	477.50	635.50
	Deferred Tax	(9.48)	(1.61)	(1.89)	(165.04)	(30.97)
	Taxation in respect of earlier years	(4.61)	-	-	(4.61)	-
	Total Tax Expenses (See Note 9)	103.41	119.69	155.11	307.85	604.53
9	Profit after tax (7 - 8)	229.85	323.65	408.58	1,371.18	1,320.48
10	Other Comprehensive Income, net of tax					
	A. Items that will not be reclassified to profit or loss	(109.74)	(0.51)	1.80	(111.27)	1.05
	B. Items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income, net of tax	(109.74)	(0.51)	1.80	(111.27)	1.05
11	Total Comprehensive Income (9+10)	120.11	323.14	410.38	1,259.91	1,321.53
12	Paid-up Equity Share Capital (Face value ₹.5/-each, PY ₹. 5/- each)	218.64	218.64	218.64	218.64	218.64
13	Other Equity	-	-	-	9,420.67	8,687.04
14	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	5.27	7.41	9.36	31.41	30.25

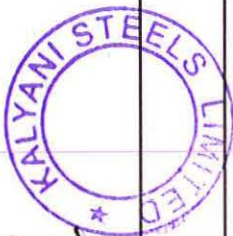


Notes to the Financial Results:

1 Standalone Balance Sheet

(₹ in Million)

Sr. No.	Particulars	As at	As at
		March 31, 2020	March 31, 2019
		Audited	Audited
A	Assets :		
1	Non Current assets :		
	(a) Property, plant and equipment	4,172.75	4,203.12
	(b) Capital work-in-progress	52.19	50.88
	(c) Intangible assets	12.20	21.64
	(d) Investments in subsidiary and associate	-	-
	(e) Financial assets		
	i) Investments	1,446.88	1,624.39
	ii) Loans	70.15	68.88
	iii) Other financial assets	15.15	14.26
	(f) Income tax assets, (net)	9.31	2.65
	(g) Other non current assets	8.08	31.43
	Sub total - Non-current assets	5,786.71	6,017.25
2	Current assets :		
	(a) Inventories	1,259.68	1,544.30
	(b) Financial assets		
	i) Investments	327.73	2,035.72
	ii) Trade receivables	2,355.10	3,088.62
	iii) Cash and cash equivalents	146.98	208.56
	iii) Bank Balances other than (iii) above	3,458.39	175.66
	iv) Loans	0.19	0.49
	v) Other financial assets	149.61	97.58
	(c) Other current assets	159.73	135.22
	Sub total - Current assets	7,857.41	7,286.15
	Total assets	13,644.12	13,303.40
B	Equity and Liabilities :		
1	Equity :		
	(a) Equity share capital	218.64	218.64
	(b) Other equity		
	i) Reserves and surplus	9,350.07	8,510.43
	ii) Other reserves	70.60	176.61
	Sub total - Equity	9,639.31	8,905.68
2	Liabilities :		
	Non current liabilities :		
	(a) Financial Liabilities :		
	(i) Borrowings	-	-
	(a) Provisions	39.11	39.13
	(b) Deferred tax liabilities (net)	305.43	472.24
	Sub total - Non-current liabilities	344.54	511.37
	Current Liabilities :		
	(a) Financial Liabilities :		
	(i) Borrowings	-	-
	(i) Trade payables		
	- total outstanding dues of micro enterprises and small enterprises	22.34	23.85
	- total outstanding dues of creditors other than micro enterprises and small enterprises	3,112.87	3,280.61
	(ii) Other financial liabilities	378.94	366.53
	(b) Provisions	19.39	21.80
	(c) Other current liabilities	122.82	162.80
	(d) Current tax liabilities (net)	3.91	30.76
	Sub total - current liabilities	3,660.27	3,886.35
	Total - Equity and liabilities	13,644.12	13,303.40



(₹ in Million)

Sr. No.	Particulars	Year ended	
		March 31, 2020	March 31, 2019
		Audited	Audited
A	Cash flows from operating activities		
	Profit before tax	1,679.03	1,925.01
	Adjustments to reconcile profit before tax to net cash flows		
	Depreciation and amortisation	426.15	383.97
	Unrealised foreign exchange loss / (gain) / MTM etc.net	83.52	(62.89)
	Interest expense	80.46	66.25
	Dividend income	(37.84)	(76.03)
	Profit on sale of property, plant and equipment	(0.03)	(0.40)
	Profit on sale of Investment	(22.49)	-
	Interest from deposits and loans	(167.03)	(9.25)
	Provision written back	(87.99)	(73.58)
	Fair value loss on investments measured at FVTPL	9.94	(1.35)
	Impairment of Investment	72.98	-
	Fair value gain/loss (net) on derivatives not designated as hedges	-	3.24
	Receivables provided for / written off (net)	27.12	-
	Cash Generated from Operations before working capital changes	2,063.82	2,154.97
	Adjustments for changes in working capital		
	(Increase) / Decrease in inventories	284.62	(427.62)
	(Increase) / Decrease in trade receivables	708.26	674.50
	(Increase) / Decrease in other current assets / other financial assets	62.54	(15.72)
	(Increase) / Decrease in loans	(0.97)	2.19
	Increase / (Decrease) in provisions	(9.46)	2.67
	Increase / (Decrease) in trade payables	(166.65)	1,590.27
	Increase / (Decrease) in other financial liabilities	3.83	(14.27)
	Increase / (Decrease) in other current liabilities	(39.98)	(501.61)
	Cash generated from operations	2,906.01	3,465.38
	Income Taxes paid (net of refunds)	(506.40)	(607.73)
	Net Cash from Operating activities (A)	2,399.61	2,857.65
B	Cash flows from investing activities		
	Purchase of property, plant and equipment	(182.45)	(220.13)
	(Purchase) / Sale of investments	(1,564.56)	(1,030.97)
	Dividend received	37.84	76.03
	Interest received	30.42	9.25
	Sale of assets property, plant and equipment	0.06	0.46
	Net cash flows from investing activities (B)	(1,678.69)	(1,165.36)
C	Cash flows from financing activities		
	Repayment of borrowings	(178.81)	(1,509.53)
	Interest paid	(77.43)	(41.24)
	Dividend paid	(526.26)	(263.13)
	Net cash flows from financing activities (C)	(782.50)	(1,813.90)
	Net increase / (decrease) in cash and cash equivalents (A + B + C)	(61.58)	(121.61)
	Add : Cash and cash equivalents at the beginning of the year	208.56	330.17
	Cash and cash equivalents at the end of the year	146.98	208.56



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Other Notes :

- 3 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on June 26,2020.
- 4 The above results include the Company's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- 5 Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- 6 COVID 19 : On account of outbreak of Pandemic Covid-19 , Government of India declared nation wide lockdown vide order No 40-3/2020. Company temporarily suspended its operations commencing from March 23,2020. With partial opening of lockdown , the partial operations resumed on May 2,2020 for steel plant at Koppal in Karnataka after obtaining permissions from the appropriate Government authorities.

The Company has made detailed assessment of its liquidity position to continue operations for next year and recoverability and carrying value of its assets comprising Inventory and Trade Receivables. Based on the current indicators of future economic conditions , the Company expects to recover the carrying amounts of these assets. The Company is in steel business. The management has made detailed study of the possible effect of the pro-longed lockdown on its business prospects, both in terms of sales and profitability, and in its assessment, believes that the Company will have minimal adverse impact. The Company will continue to closely monitor any material changes arising of future economic conditions and its impact on the business.

- 7 The Company manufactures Forging and Engineering quality carbon and alloy steels which is a single segment in accordance with Ind AS 108 - "Operating segment" notified pursuant to Companies (Indian Accounting Standards) Rules, 2015.
- 8 The financial statement has been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act,2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- 9 Tax expenses for the quarter and year ended March 31,2020 reflect changes made vide Taxation Laws Amendment Ordinance 2019 as applicable to the Company. Therefore, effective tax rate of current quarter / year is not comparable to previous quarter / year ended.
- 10 Effective from April 1, 2019, the Company has adopted Ind AS 116 "Leases", however there has not been any material transitional impact on the financial results of the Company.
- 11 The figures for the quarter ended March 31,2020 and March 31,2019 are the balancing figures between the audited figures in respect of the full financial year and unaudited published figures upto the third quarter for the respective years. The figures for the nine months ended December 31,2019 have been subjected to limited review by the statutory auditors.
- 12 Previous quarter / year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.



For KALYANI STEELS LIMITED

R.K. Goyal
Managing Director

Date : June 26, 2020
Place : Pune

Independent Auditor's Report on Audited standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF KALYANI STEELS LIMITED
Report on the audit of the Standalone Financial Results**

Opinion

We have audited the accompanying standalone quarterly and annual financial results of Kalyani Steels Limited (the company) for the quarter ended 31st March 2020 and the year to date results for the period from 1st April 2019 to 31st March 2020, 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"), which includes one Joint Operation Company on proportionate basis. (Hereinafter referred to as the "Statement")

In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results as well as the year to date results:

- i. include the results of joint operation company 'Hospet Steels Limited'
- ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

iii. give 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 net profit and other comprehensive income and other financial information for the quarter ended 31st March 2020 as well as the year to date results for the period from 1st April 2019 to 31st March 2020.

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 (the 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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 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.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the accounting principles generally accepted in India including The Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rule 2015 (as amended) 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, 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 standalone financial results 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 these standalone financial results.

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 standalone financial results, 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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 financial results 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 standalone financial results, including the disclosures, and whether the financial results 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.

The quarterly standalone financial results for the period ended March 31, 2020 are the derived figures between the audited figures in respect of the year ended March 31, 2020 and the published year-to-date figures up to December 31, 2019, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.



Other matter

We did not audit the financial results of one joint operation included in the statement on proportionate basis, which constitute total assets of Rs. 195.74 million and net assets of Rs. -5.24 million as at 31st March 2020, total revenue of Rs. Nil and net loss is of Rs. Nil for the quarter and year ended 31st March 2020 and net cash flows amounting to Rs 4.84 Million for the year ended on that date. These financial statements have been audited by other auditor whose report has been furnished to us by the Management, and our opinion on the standalone financial statements the extent they have been derived from such financial statements is based solely on the report of the other auditor.

Our opinion on the statement is not modified in respect of this matter.

For M/S P G BHAGWAT
Chartered Accountants
Firm's Registration Number 101118W



Sanjay Athavale *A. Athavale*
Partner. Membership Number 83374

Pune:

Date: 26.06.2020

UDIN : 20083374AAAABV3261



**STATEMENT OF CONSOLIDATED FINANCIAL RESULTS
 FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Year ended	
		Mar 31, 2020	Dec 31, 2019	Mar 31, 2019	March 31, 2020	March 31, 2019
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	Revenue from Operations	2,717.46	2,805.25	3,219.79	11,989.28	14,065.79
2	Other Income	75.68	70.50	89.24	232.68	132.47
3	Total Income (1+2)	2,793.14	2,875.75	3,309.03	12,221.96	14,198.26
4	Expenses					
	(a) Cost of Materials Consumed	1,360.19	1,265.06	1,706.06	5,854.32	8,012.23
	(b) Purchases of stock-in-trade	172.07	59.27	56.16	510.88	86.24
	(c) Manufacturing Expense (See Note 6)	553.43	530.67	612.28	2,322.09	2,856.62
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(332.10)	175.86	2.34	(120.53)	(203.89)
	(e) Employee benefit expense	143.97	141.37	136.59	577.34	560.56
	(f) Finance Costs	28.14	20.34	25.03	96.08	73.01
	(g) Depreciation and amortisation expense	114.50	111.85	103.30	426.97	384.23
	(h) Other Expenses	441.71	130.76	161.42	906.16	630.15
	Total Expenses	2,481.91	2,435.18	2,803.18	10,573.31	12,399.15
5	Profit before exceptional items (3 - 4)	311.23	440.57	505.85	1,648.65	1,799.11
6	Exceptional Items	-	-	56.07	-	119.21
7	Profit before tax (5 + 6)	311.23	440.57	561.92	1,648.65	1,918.32
8	Tax Expenses					
	Current Tax	117.50	121.30	157.00	477.50	635.50
	Deferred Tax	(9.48)	(1.61)	(1.89)	(165.04)	(30.97)
	Taxation in respect of earlier years	(4.61)	-	-	(4.61)	-
	Total Tax Expenses (See Note 10)	103.41	119.69	155.11	307.85	604.53
9	Profit after tax (7 - 8)	207.82	320.88	406.81	1,340.80	1,313.79
10	Other Comprehensive Income, net of tax					
	A. Items that will not be reclassified to profit or loss	(109.74)	(0.51)	1.80	(111.27)	1.05
	B. Items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income, net of tax	(109.74)	(0.51)	1.80	(111.27)	1.05
11	Total Comprehensive Income (9+10)	98.08	320.37	408.61	1,229.53	1,314.84
12	Profit attributable to :					
	Equity holders of parent	226.63	323.05	407.67	1,366.11	1,317.17
	Non-controlling interest	(18.81)	(2.17)	(0.86)	(25.31)	(3.38)
13	Other Comprehensive Income attributable to :					
	Equity holders of parent	(109.74)	(0.51)	1.80	(111.27)	1.05
	Non-controlling interest	-	-	-	-	-
14	Total Comprehensive Income attributable to :					
	Equity holders of parent	116.89	322.54	409.47	1,254.84	1,318.22
	Non-controlling interest	(18.81)	(2.17)	(0.86)	(25.31)	(3.38)
15	Paid-up Equity Share Capital (Face value ₹.5/-each, PY ₹. 5/- each)	218.64	218.64	218.64	218.64	218.64
16	Other Equity	-	-	-	9,411.94	8,683.38
17	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	5.19	7.40	9.36	31.29	30.17

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Sr. No.	Particulars	As at March 31, 2020 Audited	As at March 31, 2019 Audited
A	Assets :		
1	Non Current assets :		
	(a) Property, plant and equipment	4,172.71	4,203.93
	(b) Capital work-in-progress	52.19	74.18
	(c) Intangible assets	12.20	21.64
	(d) Investments in subsidiary and associate	-	-
	(e) Financial assets		
	i) Investments	1,446.89	1,551.42
	ii) Loans	70.19	68.92
	iii) Other financial assets	15.15	14.26
	(f) Deferred tax assets	-	-
	(f) Income tax assets, (net)	9.31	2.65
	(g) Other non current assets	8.08	90.79
	Sub total - Non-current assets	5,786.72	6,027.79
2	Current assets :		
	(a) Inventories	1,259.68	1,544.30
	(b) Financial assets		
	i) Investments	327.73	2,035.72
	ii) Trade receivables	2,355.10	3,088.62
	iii) Cash and cash equivalents	147.03	209.49
	iv) Bank Balances other than (iii) above	3,459.29	175.66
	v) Loans	0.19	0.49
	vi) Other financial assets	149.61	97.58
	(c) Other current assets	159.73	139.45
	Sub total - Current assets	7,858.36	7,291.31
	Total assets	13,645.08	13,319.10
B	Equity and Liabilities :		
1	Equity :		
	(a) Equity share capital	218.64	218.64
	(b) Other equity		
	i) Reserves and surplus	9,341.34	8,506.77
	ii) Other reserves	70.60	176.61
	Sub total - Equity	9,630.58	8,902.02
	Non Controlling Interest	(36.10)	(55.06)
	Total - Equity	9,594.48	8,846.96
2	Liabilities :		
	Non current liabilities :		
	(a) Financial Liabilities :		
	(i) Borrowings	45.75	74.38
	(b) Provisions	39.11	39.13
	(c) Deferred tax liabilities (net)	305.43	472.24
	Sub total - Non-current liabilities	390.29	585.75
	Current Liabilities :		
	(a) Financial Liabilities :		
	(i) Trade payables		
	- total outstanding dues of micro enterprises and small enterprises	22.34	23.85
	- total outstanding dues of creditors other than micro enterprises and small enterprises	3,112.91	3,280.65
	(ii) Other financial liabilities	378.94	366.53
	(b) Provisions	19.39	21.80
	(c) Other current liabilities	122.82	162.80
	(d) Current tax liabilities (net)	3.91	30.76
	Sub total - current liabilities	3,660.31	3,886.39
	Total - Equity and liabilities	13,645.08	13,319.10



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Sr. No.	Particulars	Year ended	
		March 31, 2020	March 31, 2019
		Audited	Audited
A	Cash flows from operating activities		
	Profit before tax	1,648.65	1,918.32
	Adjustments to reconcile profit before tax to net cash flows		
	Depreciation and amortisation	426.97	384.23
	Unrealised foreign exchange loss / (gain) / MTM etc,net	83.52	(62.89)
	Interest expense	96.08	73.01
	Dividend income	(37.84)	(76.03)
	Profit on sale of property, plant and equipment	(0.03)	(0.43)
	Profit on sale of Investment	(22.49)	-
	Interest from deposits and loans	(167.08)	(9.64)
	Provision written back	(87.99)	(73.58)
	Fair value (gain) / loss on investments measured at FVTPL	9.94	(1.35)
	Fair value (gain) / loss, (net) on derivatives not designated as hedges	-	3.24
	Receivables provided for / written off (net)	114.04	-
	Cash Generated from Operations before working capital changes	2,063.77	2,154.88
	Adjustments for changes in working capital		
	(Increase) / Decrease in inventories	284.62	(427.62)
	(Increase) / Decrease in trade receivables	708.26	674.50
	(Increase) / Decrease in other current assets / other financial assets	62.54	(15.73)
	(Increase) / Decrease in loans	(0.97)	2.19
	Increase / (Decrease) in provisions	(9.46)	2.67
	Increase / (Decrease) in trade payables	(166.64)	1,589.97
	Increase / (Decrease) in other financial liabilities	3.83	(14.27)
	Increase / (Decrease) in other current liabilities	(39.98)	(501.61)
	Cash generated from operations	2,905.97	3,464.98
	Income Taxes paid (net of refunds)	(506.40)	(607.09)
	Net Cash from Operating activities (A)	2,399.57	2,857.89
B	Cash flows from investing activities		
	Purchase of property, plant and equipment	(182.46)	(220.10)
	(Purchase) / Sale of investments	(1,565.46)	(1,030.97)
	Dividend received	37.84	76.03
	Interest received	30.47	9.64
	Sale of assets property, plant and equipment	0.09	0.49
	Net cash flows from investing activities (B)	(1,679.52)	(1,164.91)
C	Cash flows from financing activities		
	Repayment of borrowings	(178.81)	(1,502.76)
	Interest paid	(77.44)	(48.00)
	Dividend paid	(526.26)	(263.13)
	Net cash flows from financing activities (C)	(782.51)	(1,813.89)
	Net increase / (decrease) in cash and cash equivalents (A + B + C)	(62.46)	(120.91)
	Add : Cash and cash equivalents at the beginning of the year	209.49	330.40
	Cash and cash equivalents at the end of the year	147.03	209.49



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Other Notes :

- 3 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on June 26, 2020.
- 4 The consolidated financial statements include results of subsidiary. The names, country of incorporation or residence , proportion of ownership interest and reporting dates are as under :

Name of the Company	Country of Incorporation	Financial Year ends on	Financial Year ends on
Subsidiary :			
Lord Ganesha Minerals Private Limited	India	March 31, 2020	March 31, 2019

- 5 The above results include the Group's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- 6 Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- 7 COVID 19 : On account of outbreak of Pandemic Covid-19 , Government of India declared nation wide lockdown vide order No 40-3/2020. Group temporarily suspended its operations commencing from March 23,2020. With partial opening of lockdown , the partial operations resumed on May 2,2020 for steel plant at Koppal in Karnataka after obtaining permissions from the appropriate Government authorities.

The Group has made detailed assessment of its liquidity position to continue operations for next year and recoverability and carrying value of its assets comprising Inventory and Trade Receivables. Based on the current indicators of future economic conditions , the Group expects to recover the carrying amounts of these assets. The Group is in steel business. The management has made detailed study of the possible effect of the prolonged lockdown on its business prospects, both in terms of sales and profitability, and in its assessment, believes that the Group will have minimal adverse impact. The Group will continue to closely monitor any material changes arising of future economic conditions and its impact on the business.

- 8 The Group manufactures Forging and Engineering quality carbon and alloy steels which is a single segment in accordance with Ind AS 108 - "Operating segment" notified pursuant to Companies (Indian Accounting Standards) Rules, 2015.
- 9 The financial results has been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act,2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- 10 Tax expenses for the quarter and year ended March 31,2020 reflect changes made vide Taxation Laws Amendment Ordinance 2019 as applicable to the Group. Therefore, effective tax rate of current quarter / year is not comparable to previous quarter / year ended.
- 11 Effective April 1, 2019, the Group has adopted Ind AS 116 "Leases", however there has not been any material transitional impact on the financial results of the Group.
- 12 The figures for the quarter ended March 31,2020 as reported in financial results, are the balancing figures between the audited figures in respect of full financial year and publish figures of nine months ended December 31,2019. The figures for the nine months ended December 31,2019 have been subjected to limited review by Statutory Auditors. In the previous year, the Company had opted to publish Consolidated Financial Results on an annual basis, accordingly the Consolidated Financial Results for the quarter ended March 31,2019 are approved by the Board of Directors of the company, but have not been subjected to review by the Statutory Auditors.
- 13 Previous quarter / year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.

For KALYANI STEELS LIMITED




R.K. Goyal
Managing Director

Date : June 26, 2020
Place : Pune

Auditor's Report on Consolidated Financial Results of the Company
Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
Board of Directors,
Kalyani Steels Limited,

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Kalyani Steels Limited (hereinafter referred to as the "Holding Company") and its subsidiary (the Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2020, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which includes one Joint Operation Company consolidated on a proportionate basis with the Holding Company. (hereinafter referred to as "the statement").

In our opinion and to the best of our information and according to the explanations given to us, these quarterly consolidated financial results as well as the year to date results:

(i) include the results of the following entities

Subsidiary: Lord Ganesha Minerals Private Limited

Joint Operation: Hospet Steels Limited

The Group has one associate for which it has discontinued recognizing its share of further losses in accordance with the Ind AS and the same is not included in this consolidated financial statements.

(ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular No CIR/CFD/FAC/62/2016 dated July 5, 2016, in this regard

(iii) give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of consolidated net profit, other comprehensive income and other financial information for the quarter and year ended 31 March 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. 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, in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India, together with the ethical requirements that are relevant to our audit of the financial statements 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 the other auditor in terms of their report referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable 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 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 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 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 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 are responsible for assessing the ability of the companies 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 are also responsible for overseeing the financial reporting process of the Group.

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, is 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 the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 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 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 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 information of the entity within the Group of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entity included in the Statement of which we are the independent auditors. For the other entity included in the Statement, which has been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by him. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entity 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.



Other Matter

We did not audit the financial statements one subsidiary whose financial statements reflect total assets of ₹. 0.987 Million and net assets of ₹. (145.54) Million as at March 31, 2020, total revenue of ₹. 0.05 Million, net loss of ₹. 112.51 Million and net cash flows amounting to ₹. -0.89 Million for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the financial statements of one joint operation reflect total assets of Rs. 195.74 million and net assets of Rs.(-)5.24 million as at 31 March 2020, total revenue of Rs. Nil, net loss of Rs Nil and net cash flows amounting to Rs.4.84 million for the year ended on that date, as considered in the standalone financial statements of the Holding Company as per Ind AS 111 "Joint Operations" on proportionate basis. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated financial statements to the extent they have been derived from such financial statements is based solely on the reports of the other auditors.

Our opinion on the statement is not modified in respect of this matter.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published audited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations. The Statement also includes the results for the quarter ended March 31, 2019, which has not been subjected to audit by us.

For M/S P G BHAGWAT
Chartered Accountants
Firm's Registration Number 101118W

Sanjay Athavale
Partner. Membership Number 83374
Pune:

Date: 26.06.2020
UDIN : 20083374AAAABW5258



KALYANI STEELS

CIN-L27104MH1973PLC016350

KSL:SEC:

June 26, 2020

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai – 400 001
Scrip Code : 500235

National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051
Scrip Symbol : KSL

Dear Sir,

Subject : Declaration pursuant to Regulation 33(3)(d) of SEBI
(Listing Obligations and Disclosure Requirements)
Regulations, 2015

I, B.M. Maheshwari, Chief Financial Officer of Kalyani Steels Limited, hereby declare that the Statutory Auditors of the Company, M/s.P.G. Bhagwat, Chartered Accountants (Firm Registration No.101118W) 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, 2020.

This Declaration is given in compliance to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Kindly take this declaration on your record.

Thanking you,

Yours faithfully,
For KALYANI STEELS LIMITED



B.M. MAHESHWARI
CHIEF FINANCIAL OFFICER



KALYANI
GROUP COMPANY

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