



Date: February 13, 2019

To,
The Dy. Gen. Manager,
Corporate Relationship Dept.,
BSE Limited
PJ Tower, Dalal Street,
Mumbai-400001
Equity Scrip Code: 531845

To,
National Stock Exchange of India Ltd.
Exchange Plaza,
Plot no. C/1, G Block
Bandra-Kurla Complex, Bandra(E)
Mumbai-400051
Equity Scrip Name: ZENITHBIR

Dear Sir,

Sub: Outcome of Board Meeting held on 13th February, 2019

This is further to our letter dated 6th February, 2019, intimating the date of Board meeting for consideration of unaudited financial results for the quarter and nine months ended 31st December, 2018. Pursuant to Regulation 30 of Securities and Exchange Board of India (LODR) Regulations, 2015, we would like to inform you that the Board of Directors in their meeting held today have:

1. Considered and approved the Un-audited Financial results for the quarter and nine months ended 31st December, 2018. Pursuant to the provisions of the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith copy of the following documents:
 - a. A copy of Un-audited Financial results for the quarter and nine months ended December 31, 2018 as approved by the Board of Directors and duly signed by the Directors duly authorized by the Board.
 - b. Copy of the Limited Review Report from the Auditors of the Company on Un-audited Financial results for the quarter and nine months ended December 31, 2018.

We are arranging to publish these results in the newspapers as per Regulation 47 of Securities and Exchange Board of India (LODR) Regulations, 2015.

The meeting had started at 17:20 pm and ended at 23:15

Please take the same on your records and oblige.

Thanking you,

Yours faithfully,

For Zenith Birla (India) Limited

(Suneel Sullere)

Company Secretary & Compliance Officer

ACS: 42922

Encl: As Above



ZENITH BIRLA (INDIA) LIMITED

ZENITH BIRLA (INDIA) LIMITED
CIN : L29220MH1960PLCO11773

Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.
Tel : +91 022 66168400, Fax : +91 022 22047835, E-mail : zenith@zenithsteelpipes.com, Web : www.zenithsteelpipes.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31ST DECEMBER, 2018

| Sr. No. | Particulars | (Rs. In Lakhs except for per share data) | | | | | |
|---------|--|--|----------------|--------------|-------------------|---------------|----------------|
| | | Quarter Ended | | | Nine Months Ended | | Year Ended |
| | | 31.12.2018 | 30.09.2018 | 31.12.2017 | 31.12.2018 | 31.12.2017 | 31.03.2018 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited | |
| I | Income | | | | | | |
| I | Revenue From Operations | 3,707 | 3769 | 2,769 | 10424 | 9,424 | 12,856 |
| II | Other Income | (120) | 45 | (13) | 49 | 396 | 1,653 |
| III | Total Income (I+II) | 3,587 | 3814 | 2756 | 10473 | 9820 | 14509 |
| IV | Expenses | | | | | | |
| | Consumption of raw materials and components | 1,904 | 1726 | 1,814 | 6,078 | 6,516 | 9,958 |
| | Purchase of stock-in-trade | 425 | 115 | 103 | 597 | 353 | 481 |
| | Changes in inventories of finished goods, stock-in-trade and semi finished goods | - | - | 123 | - | (66) | 776 |
| | Employee benefits expense | 202 | 224 | 191 | 595 | 552 | 797 |
| | Finance costs | 170 | 175 | 174 | 514 | 537 | 709 |
| | Depreciation and amortisation expense | 150 | 150 | 175 | 450 | 534 | 734 |
| | Other expenses | 976 | 3461 | 350 | 5,404 | 2,114 | 5,105 |
| | Total Expenses (IV) | 3,827 | 5,851 | 2,930 | 13,638 | 10,540 | 18,560 |
| V | Profit/(Loss) before exceptional items and tax (III - IV) | (240) | (2,037) | (174) | (3,165) | (720) | (4,051) |
| VI | Exceptional Items | 633 | (16) | 2 | 658 | 16 | (60) |
| VII | Profit/(Loss) before tax (V - VI) | (873) | (2,053) | (176) | (3,823) | (736) | (4,111) |
| VIII | Tax expense: | | | | | | |
| | Current tax | - | - | - | - | - | - |
| | Provision of earlier period | - | - | - | - | - | - |
| | Deferred tax | - | - | - | - | - | - |
| IX | Profit/(Loss) for the period from continuing operations (VII - VIII) | (873) | (2,053) | (176) | (3,823) | (736) | (4,111) |
| X | Profit/(Loss) for the period from discontinuing operations | | | | | | |
| | Other Comprehensive Income | (1,543) | 626 | (222) | (360) | (140) | 97 |
| XI | Total Comprehensive Income for the Period (IX + X) | (2,416) | (1,427) | (398) | (4,183) | (876) | (4,014) |
| XII | (Comprising Profit / (Loss) and Other Comprehensive Income for the period) | | | | | | |
| | Paid-up equity share capital (Face value of Rs.10/- each) | 13,128 | 13128 | 13128 | 13128 | 13128 | 13128 |
| | Reserves excluding revaluation reserves as per balance sheet of previous accounting year | | | | | | (25,017) |
| XIII | Earnings per equity share | | | | | | |
| | Basic (Rs.) | (0.07) | (0.16) | (0.01) | (0.29) | (0.06) | (0.31) |
| | Diluted (Rs.) | (0.07) | (0.16) | (0.01) | (0.29) | (0.06) | (0.31) |

NOTES:

- These results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13th february, 2019.
- In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015, the Statutory Auditors have carried out a review of the standalone financial results of the Company for the Quarter & nine months ended 31st December, 2018 and issued their modified report thereon.
- The Company operates in a single segment namely Pipes and hence the segment information is not furnished in the above result under Ind - AS 108
- The Company has availed optional exemption of using previous GAAP carrying value in respect of its Property, Plant & Equipment and non current investment as deemed cost. In accordance with Ind AS the other comprehensive income represents the resultant impact of gain / (loss) on Foreign exchange translation difference of the foreign operations of the company.
- The company has not provided interest to the extent of Rs 9.67 crores for the quarter on certain bank outstanding which were classified as non performing assets during the previous years.
- Consortium of banks has initiated action under Securitisation & Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in February 2014 and called upon the company to repay the amount of Rs.193.19 crores towards the dues as on 31.01.2014. Thereafter they have taken symbolic possession on 29.05.2014 of the immovable assets at the khopoli unit, and filed a case for taking physical possession which will be reviewed afresh by Invent Assets Securitisation and Reconstruction Private Limited, since loan has been assigned to them by the bank on 31.03.2018. During the current quarter a settlement process was initiated with PNB and Edelweiss (loan assigned by BOI) through an investor Tribus Real Estate Pvt. Ltd. and an amount of Rs.1.35 crores was paid to PNB and Rs.4.375 Crores to Edelweiss Assets Reconstruction Company Ltd. in part settlement agreed to. Since the settlement process is still continuing the above amounts have not been considered in the Financial Statements for the quarter.
- The company has declared a lockout of its khopoli unit in November, 2013
- Company has not fulfilled certain export obligation in earlier years against import under advance licence scheme. The company is taking steps to regularise the same with various authorities. The liability works out to Rs. 7.54 Crores after adjusting the provisions already made the balance amount to be provided has been made to the tune of Rs. 6.24 crores in this quarter under prior period items and included under Exceptional Items. In case certain approvals could not be obtained, the liability may increase which is yet to be quantified.
- Balance of Sundry Creditors, Debtors, Loans and advances, deposit, Current Assets and Liabilities etc. are as per books of accounts in absence of confirmation and reconciliation thereon.
- The Accumulated losses till 31st December, 2018, have exceeded the share capital value including other reserves. Thereby the net worth of the company has been completely eroded. However on account of strategic understanding with suppliers/customers which is continuing, the company is on the revival mode and is operating some of the units. In view of the same the going concern concept holds good.
- Interest amounting to Rs 0.78 crores on ICDs given by the company is not considered as income due to realisability not being certain.
- Effective from 1st July, 2017 sales are recorded net of Goods & Services Tax (GST) whereas prior to 1st July, 2017 sales were recorded gross of Excise Duty which formed part of expenses. Hence Revenue from Operations for Nine Months ended 31st December, 2018 are not strictly comparable with the corresponding figures of previous Nine months ended 31st December, 2018.
- The same accounting policies are followed in preparation of the financial statements as those followed in the most recent annual statements.
- The Shareholders of the Company at the Annual General Meeting held on 17th September, 2012 approved variation in utilization of follow on public offer proceeds, so that Company can also utilize the proceeds for manufacturing of SAW and ERW pipes at Chennai or at such other location as may be decided by Board. Out of Rs. 13500 lacs, Rs. 8036 lacs will be utilized from the unutilized proceeds of public issue and balance Rs. 5464 lacs will be from unutilized proceeds of GDR issue. The details of utilization of proceeds of Rs. 135 crores is given hereunder:

| (Rs.in lacs) | | |
|---|---------------|--------------------|
| Particulars | Projected Amt | Amount to be spent |
| Land and Building | 1000 | 1000 |
| Plant and Machinery (Imported & Indigenous) | 8532 | 8321 |
| Miscellaneous Fixed assets | 3696 | 3696 |
| Contingency | 272 | 272 |
| Balance amount to be spent | 13500 | 13289 |

15) Previous year figures have been regrouped / recasted, wherever necessary.

For more details on results visit investors section of our web site <http://www.zenithsteelpipes.com> and Financial Results under corporate section of www.nseindia.com and www.bseindia.com

Place : Mumbai
Date : 13th February, 2019

By Order of the Board
For Zenith Birla (India) Limited

Durgesh Jadhav
Director
DIN:08000007



ZENITH BIRLA (INDIA) LIMITED

CIN : L29220MH1960PLCO11773

Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.

Tel : +91 022 66168400, Fax : +91 022 22047835, E-mail : zenith@zenithsteelpipes.com, Web : www.zenithsteelpipes.com

EXTRACT OF THE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31ST DECEMBER, 2018

(Rs. in Lakhs, except per share data)

| Sr. No. | Particulars | Quarter Ended | | | Nine Months Ended | | Year Ended |
|---------|--|---------------|------------|------------|-------------------|------------|------------|
| | | 31.12.2018 | 30.09.2018 | 31.12.2017 | 31.12.2018 | 31.12.2017 | 31.03.2018 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1 | Total Income from operations | 3,587 | 3,814 | 2,756 | 10,473 | 9,820 | 14,509 |
| 2 | Net Profit / (Loss) for the period (before tax, exceptional and/or extraordinary items) | (240) | (2,037) | (174) | (3,165) | (720) | (4,051) |
| 3 | Net Profit / (Loss) for the period before tax (after exceptional and/or extraordinary items) | 633 | (16) | 2 | 658 | 16 | (60) |
| 4 | Net Profit / (Loss) for the period after tax (after exceptional and/or extraordinary items) | (873) | (2,053) | (176) | (3,823) | (736) | (4,111) |
| 5 | Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)) | (2,416) | (1,427) | (398) | (4,183) | (876) | (4,014) |
| 6 | Equity Share Capital | | | | | | |
| 7 | Earnings Per Share (after extraordinary items) (Face value of Rs. 10/- each) | | | | | | |
| | Basic (Rs.) | (0.07) | (0.16) | (0.01) | (0.29) | (0.06) | (0.31) |
| | Diluted (Rs.) | (0.07) | (0.16) | (0.01) | (0.29) | (0.06) | (0.31) |

NOTES:

The above is an extract of the detailed format of Financial Results for the Quarter & nine month ended 31st December, 2018 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Financial Results for the Quarter and nine months ended 31st December, 2018 are available at the Company's website www.zenithsteelpipes.com and the website of the stock exchanges i.e www.bseindia.com and www.nseindia.com.



Place : Mumbai

Date : 13th February, 2019

By Order of the Board
For Zenith Birla (India) Limited


Durgesh Jadhav
Director
DIN:08000007



**INDEPENDENT AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF ZENITH BIRLA (INDIA) LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ZENITH BIRLA (INDIA) LIMITED** ("the Company") for the Quarter and Nine Months ended 31st December, 2018 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Basis for Modified Opinion

We draw to attention to

- (i) Note no. 5 regarding the non provision by the Company of the interest amounting of Rs. 9.67 Crores for the quarter on its working capital / term loan facilities from Banks.
- (ii) The Company has not complied with the provisions of Sec. 74 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules 2014 with regard to non repayment of deposits and interest on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.
- (iii) Note No. 9 regarding the balances of Sundry Creditors, Debtors, Loan & Advances, Deposits, Current Assets and Liabilities, etc. being not confirmed by the parties and hence our inability to state whether these balances are recoverable/payable to the extent stated.
- (iv) Note No. 10 which indicates that the Company has prepared its accounts on a going concern basis though its Net Worth is fully eroded, for reasons stated in Note No. 10.



THAKUR, VAIDYANATH AIYAR & CO.
CHARTERED ACCOUNTANTS
NEW DELHI, MUMBAI, KOLKATTA, PATNA,
CHENNAI AND CHANDIGARH

PHONE: 2284 25 02, 2287 00 67
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5. Based on our review conducted as stated above, subject to the effect of the matters described in the Basis for Modified Opinion paragraph above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For, THAKUR, VAIDYANATH AIYAR & CO.
CHARTERED ACCOUNTANTS
Firm Registration Number: 000038N



C.V.PARAMESWAR
Partner
M. No.: 11541

Place: Mumbai
Date: 13.02.2019

