

# Rathi Steel And Power Ltd.

CIN : L27109DL1971PLC005905

An ISO 9001:2008 & 14001:2004 Company

Works & Corporate Office

A-3 Industrial Area South of G. T. Road Ghaziabad 201009 India

Phone (0120) 2840346 to 51 Fax (0120) 2840352 to 53

Website www.rathisteelandpower.com Email info@rathisteelandpower.com

RSPL/SEC.DEPT/2019-20

Date: 30/09/2019

To,  
Bombay Stock Exchange Limited  
Corporate Relationship Deptt.  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building, P. J. Towers,  
Dalal Street, Fort,  
Mumbai-400001

**Sub: Outcome of Board Meeting**

Dear Sir

This is to inform you that the Meeting of Board of Directors of the Company has been just concluded and the following matters were discussed:

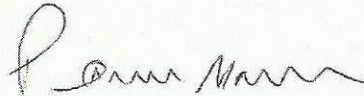
1. Approval of Audited Financial Results for the 4<sup>th</sup> Quarter and yearly ended on 31<sup>st</sup> March 2019 and Statement of Assets and Liabilities for the year ended 31<sup>st</sup> March 2019
2. Declaration with respect to unmodified opinion of the statutory auditors in audited financial result for the financial year ended March 31<sup>st</sup> 2019
3. Take note of the Auditors Report on Quarterly financial results and year to date results pursuant to the regulation 33.
4. Form A pursuant to the regulation 33.
5. To finalize and approve the Balance Sheet, Profit & Loss Account, related Notes and Schedules and take note of related Auditors Report and CARO by the Statutory Auditors.
6. To approve the Notice and Agenda of the Annual General Meeting of the Company for the financial year ending March 31, 2019.

This is for your information and records.

Thanking you,

Yours faithfully

**FOR RATHI STEEL AND POWER LTD.**



**(Prem Narain Varshney)**

**Managing Director**

**DIN: 00012709**

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RATHI STEEL AND POWER LTD.						
Regd. Office: Chauhan Market, Madanpur Khadar, Pocket D & E, Sarita Vihar, New Delhi-110076						
AUDITED STANDLONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2019						
	Particulars	Quarter ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited
I	Revenue from operations	7,769.96	8,126.68	9,830.27	35,027.22	35,001.35
II	Other Income	609.23	643.24	216.98	1,975.09	883.68
III	<b>Total Revenue ( I + II )</b>	<b>8,379.19</b>	<b>8,769.92</b>	<b>10,047.25</b>	<b>37,002.31</b>	<b>35,885.03</b>
IV	<b>Expenses</b>					
	a) Cost of Materials consumed	7,587.80	9,065.38	7,342.40	31,819.93	24,342.40
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) Changes in inventories of finished goods, WIP and stock in trade	43.50	(576.61)	(2.26)	(522.58)	5,373.09
	d) Employee benefits expenses	264.59	297.05	228.25	968.93	591.34
	e) Finance cost	1.50	2.98	85.34	12.00	1,425.05
	f) Depreciation and amortisation expenses	(497.36)	446.51	449.26	840.05	1,877.73
	g) Other expenses	1,990.89	2,039.55	1,538.72	7,585.63	5,742.51
	<b>Total Expenses</b>	<b>9,390.92</b>	<b>11,274.86</b>	<b>9,641.71</b>	<b>40,703.96</b>	<b>39,352.12</b>
V	Profit/(Loss) before Exceptional and Extraordinary Items (III - IV)	(1,011.73)	(2,504.94)	405.54	(3,701.65)	(3,467.09)
VI	Exceptional Items	-	-	-	-	-
VII	Profit/(Loss) before Extraordinary Item ( V - VII)	(1,011.73)	(2,504.94)	405.54	(3,701.65)	(3,467.09)
VIII	Extraordinary Item	4,630.69	-	7,208.72	4,630.69	8,151.09
IX	Profit/(Loss) before Tax ( VII - VIII)	(5,642.42)	(2,504.94)	(6,803.18)	(8,332.34)	(11,618.18)
X	Tax expenses	-	-	-	-	-
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax/MAT Credit	-	-	-	-	200.00
	Total Tax	-	-	-	-	200.00
XI	Profit/(Loss) for the period from continuing operations (IX - X)	(5,642.42)	(2,504.94)	(6,803.18)	(8,332.34)	(11,818.18)
XII	Profit/(Loss) from discontinuing operations	-	-	-	-	-
XIII	Tax Expenses on discontinuing operations	-	-	-	-	-
IVX	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV	Profit/(Loss) for the period ( XI +/- IVX)	(5,642.42)	(2,504.94)	(6,803.18)	(8,332.34)	(11,818.18)
XVI	Other Comprehensive Income					
	Other Comprehensive Income/ Expenses net of taxes expenses item that will not be reclassified to profit or loss	0.12	2.29	(3.68)	2.41	8.40
XVII	Total Comprehensive Income ( XV + XVI )	(5,642.30)	(2,502.65)	(6,806.86)	(8,329.93)	(11,809.78)
XVIII	Paid-up equity share capital					
	Equity Shares (Face Value of Rs.10/- each )	3,130.81	3,130.81	3,130.81	3,130.81	3,130.81
	4% Redeemable Preference Shares (Face Value of Rs.10/- each)	451.97	451.97	451.97	451.97	451.97
IXX	Earnings Per Equity Share					
	(a) Basic	(18.02)	(8.00)	(21.73)	(26.61)	(37.75)
	(b) Diluted	(18.02)	(8.00)	(21.73)	(26.61)	(37.75)

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## Notes :

- 1 The Company's operations fall under single segment namely "Steel"
- 2 The above audited results for the quarter and period year ended 31st March 2019 have been reviewed by the audit committee and taken on record in the meeting of the Board of Directors of the Company held on 30-09-2019.
- 3 Provision for interest payable on borrowings from secured lenders has been accounted for to the extent applied by the lenders.
- 4 After applicability of Goods and Services Tax (GST) w.e.f. July 01,2017 , sales are required to be disclosed net of GST. Accordingly, the figures of revenue from operations for the quarter and year ended March 31,2019 are not comparable with the previous periods.
- 5 Depreciation has not been charged on fixed assests of Orissa Unit of Company for the year. Negative figure for the quarter are due to adjustment of the same.
- 6 Figures reported as Extra Ordinary Items represents amount of Provision made for Bad and Doubtful Debts .
- 7 Corresponding figures of previous period have been re-grouped to make them comparable wherever necessary.

For Rathi Steel And Power Ltd.

  
Prem Narain Varshney  
Managing Director  
DIN : 00012709

Dated : 30/09/2019  
Place : New Delhi

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RATHI STEEL AND POWER LIMITED  
CIN L27109DL1971PLC005905

Statement of Assets and Liabilities	(Rs. in Laacs)	
	As at 31.03.2019 Audited	As at 31.03.2018 Audited
<b>ASSETS</b>		
(1) Non - Current Assets		
(a)Property, Plant and Equipment	22736.31	23,224.70
(b)Capital work - in - progress	0.15	0.15
(c)Financial assets		
(i) Non Current Investments	15.71	15.71
(ii) Other financial assets	395.87	390.85
(d)Other non - current assets	386.45	5,958.51
Deffered Tax Assests	7290.97	7,290.97
<b>Total Non- Current Assets</b>	<b>30,825.46</b>	<b>36,880.89</b>
(2) Current Assets		
(a) Inventories	1268.43	1,313.34
(b)Financial assets		
(i) Trade receivables	1644.23	3,173.64
(ii) Cash and cash equivalents	236.66	269.99
(iii) Other financial assets	878.73	817.10
(c) Other current assets	157.85	117.13
<b>Total Current Assets</b>	<b>4,185.90</b>	<b>5,691.20</b>
<b>TOTAL ASSETS</b>	<b>35,011.36</b>	<b>42,572.09</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
(a)Equity share capital	7650.49	7,650.49
(b)Other Equity		
(c)Reserves and Surplus	-44491.41	(36,159.07)
<b>Total Equity</b>	<b>(36,840.92)</b>	<b>(28,508.58)</b>
<b>LIABILITIES</b>		
(1) Non Current Liabilities		
(a)Financial Liabilities		
(i) Borrowings	46404.41	46,404.41
(ii) Other financial liabilities		
(b)Provisions	171.28	187.24
(c)Other Long Term Liabilites	512.06	500.37
(b)Other non current liability		
<b>Total Non- Current Liabilities</b>	<b>47,087.75</b>	<b>47,092.02</b>
(2) Current Liabilities		
(a)Financial Liabilities		
(i) Borrowings	17772.32	17,771.51
(ii) Trade payables	2768.62	2,607.31
(iii) Other financial liabilities		
(b)Other current liabilities	4190.03	3,576.27
(c)Provisions	33.56	33.56
(d)Current tax liabilities (Net)	-	-
<b>Total Current Liabilities</b>	<b>24,764.53</b>	<b>23,988.65</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>35,011.36</b>	<b>42,572.09</b>

For Rathi Steel And Power Ltd.

Prem Narain Varshney  
Managing Director  
DIN : 00012709

Dated : 30/09/2019  
Place : New Delhi

**REGISTERED OFFICE**  
**SAMBALPUR WORKS**

Chauhan Market, Madanpur Khadar, Near Local Shopping Complex, Pocket D&E Sarita Vihar, New Delhi 110076 Phone 07503112104 Fax 26991063  
Village Potapali-Sikirdi, Thana Burla Distt. Sambalpur (Orissa) 768006

**Auditor's Report on Quarterly Financial results and year to date results of  
Rathi Steel And Power Limited pursuant to the Regulation 33 of the SEBI  
(Listing Obligation and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors of Rathi Steel and Power Limited

We have audited the Quarterly Financial Results of Rathi Steel and Power Limited ('the Company) for the quarter ended march 31, 2019 and the year to date financial results for the period from April 1, 2018 to March 31, 2019 attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) regulations, 2015. These quarterly financial results as well as year to date financial results have been prepared on the basis of annual financial statements, which are the responsibility of the company management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principal laid down in Indian Accounting Standards (Ind AS) interim financial reporting, prescribed under section 133 of the companies' act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. 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 amount disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.

**Emphasis of Matter**

1. We draw attention to note no. 16 to the financial statements regarding the presentation of the same on-going concern basis. The company has incurred a net loss of Rs. 83,32,33,635.00 during the year ended on March 31, 2019 and as on that date the company's current liabilities exceed its current assets by Rs. 205,78,63,288.00 and company's net worth has been fully eroded. Post assignment of substantial Debts to ARCs Company is making all efforts to initiate an alternative resolution plans by restructuring the debts as well as to maximise the operating levels / minimize the costs.

Pending the resolution of the above measures these financial statements have been prepared on a going concern basis on the strength of continued support of the promoters, bankers / other lenders and signs of recovery in general economic scenario. Our opinion is not qualified in respect of this matter.

2. Lenders to the Company have since exited the approved CDR scheme in view of defaults being made by the Company in meeting its debt obligations as per restructuring scheme approved by CDR EG hence not considered any obligation as current liability. Interests on secured loans have been provided in the books of accounts to the extent provided by the lenders.



**H.G. & CO.**  
**Chartered Accountants**

III A-49, Nehru Nagar,  
Ghaziabad (U.P.)

3. In general, it was noticed that applicable statutory dues were not deposited within due date to the respective authorities. Statutory dues amounting to Rs. 13,00,00,862 has become overdue and remains unpaid. Interest/ penalty, if any, in respect of the same has remained unascertained and unaccounted for.
4. We also draw attention to Note no 2 to financial statements wherein Contingent Liabilities disclosed by the Company are substantial in amount.

The quarterly financial results for the quarter ended March 31, 2019 are balancing figure between audited figures in respect of full financial year ended on 31<sup>st</sup> March 2019 and the published year to date figures up to the end of third quarter ended on 31<sup>st</sup> December, 2018 which were subjected to limited review.

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

- I. have been presented in accordance with the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) regulation, 2015 in this regard; and
- II. give a true and fair view of the net profit / (net Loss) and other financial information for the quarter ended March 31, 2019 as well as the year to date results for the period from April 1, 2018 to March 31, 2019.

For H.G. & Co.  
Chartered Accountants  
Firm Registration Number: 013074C

Signature  
CA Himanshu Garg  
(Proprietor)

Membership Number: 403482



Place: New Delhi  
Date: 30.09.2019