



Ankit Metal & Power Ltd.

CIN No. : L2710IWB2002PLC094979

Corporate & Communication Office :

SKP HOUSE

132A, S.P. Mukherjee Road, Kolkata - 700 026

Telephone : +91-33-4016 8000/8100

Fax : +91-33-4016 8107

E-mail : info@ankitmetal.com,

Web : www.ankitmetal.com

Works :

P.O.-Jorehire, P.S.-Chhatna,

Dist.-Bankura, Pin-722137

West Bengal

Telephone : (03242) 280593/280594

Date: 14th February, 2020

To The Listing Department BSE Limited P. J. Towers, 25 th floor Dalal Street, <u>Mumbai – 400 001</u>	To The Listing Department National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex <u>Mumbai – 400 051</u>
Ref: Scrip Code 532870	Ref: Scrip Symbol – ANKITMETAL

Sub: Outcome of Board Meeting – Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015

Dear Sir,

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Un-audited Financial Results of the Company for the quarter and nine months ended 31st December, 2019, in the specified format along with the Limited Review Report of Statutory Auditor's as considered and approved by the Board of Directors of the Company at its meeting held today, i.e. Friday, 14th February, 2020.

The meeting commenced at 19:45p.m. and concluded at 20:45 p.m.

This is for your information.

Thanking You,

For Ankit Metal & Power Limited

Vineeta Barmecha

Vineeta Barmecha
(Company Secretary)



Encl: As above

J. B. S. & Company

CHARTERED ACCOUNTANTS

60, BENTINCK STREET, 4TH FLOOR
KOLKATA - 700 069

Phone : 2225 4828

2225 4829

Fax : 4007 0735

Independent Auditor's Review Report on Unaudited Financial Results of Ankit Metal & Power Limited pursuant to the Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors

M/s. Ankit Metal & Power Limited

1. We have reviewed the accompanying statement of unaudited Financial Results of **Ankit Metal & Power Limited** ("the Company") for the quarter and nine months ended 31st December 2019, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), read with SEBI Circular No. CIR/CFD/CMDI/80/2019 dated 19 July 2019 ("the Circular").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS) for Interim Financial Reporting ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of Listing Regulations. Our responsibility is to issue a report on these Financial Statements based on our review.
3. 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, except for the possible effects of the matter described in the paragraph 5 below "Basis for qualified conclusion" and read with our comments in paragraph 6 & 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable Ind AS as prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Basis for qualified conclusion

5. We draw your attention to Note No. 3 of the accompanying Financial Statements regarding non provision of interest expense on the borrowings of the Company amounting to ₹3,272.80 lakhs for the quarter ended 31st December 2019 (Cumulative Non Provisioning of ₹50,456.78 lakhs till 31.12.2019) and penal interest and charges thereof (amount remaining unascertained) which is not in accordance with the requirements of Ind AS 23: Borrowing Costs read with Ind AS 109: Financial Instruments.

Had the aforesaid interest expense been recognized, the finance cost for the quarter ended 31st December, 2019 would have been ₹3,567.75 lakhs instead of ₹294.95 lakhs. The total expenses for the quarter ended 31st December, 2019 would have been ₹14,098.72 lakhs instead of ₹10,825.92 lakhs. The Net loss after tax for the quarter ended 31st December, 2019 would have been ₹2,922.31 lakhs instead of reported amount of Profit of ₹350.49 lakhs. Total comprehensive Loss for the quarter ended 31st December, 2019 would have been ₹2,923.49 lakhs instead of reported amount of Profit of ₹349.31 lakhs.

6. Emphasis of Matters

Substantial amount of statutory dues amounting to ₹1,468.53 lakhs has become overdue and remain unpaid. Interest, penalty if any in respect of the same has remained unascertained and unaccounted for.

Our opinion is not modified in these matters.

7. Material Uncertainty Relating to Going Concern

We draw your attention to Note No. 4 of the financial statements regarding preparation of the financial statements on going concern basis, for the reason mentioned therein. The company has made profit for the quarter ended 31st December, 2019 but it has accumulated losses as on 31st December, 2019. As on date the company's current liabilities are substantially higher than its current assets and net worth of the company has also been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern. The appropriateness of assumption of going concern is critically dependent upon the debt resolution of the company which is under process, the company's ability to raise requisite finance, generation of cash flows in future to meet its obligation and to earn profit in future.

Our opinion is not modified in these matters.

For J.B.S. & Company
Chartered Accountants

Firm Reg. No: 323734E



Paul
A. Gouranga Paul
Partner

Membership No: 063711

Date: 14th February, 2020

Place: Kolkata

UDIN: 20063711AAAACK6356

Statement of Unaudited Financial Results for the quarter and nine month ended 31st December, 2019

(₹ in Lacs Except EPS)

Sl. No.	Particulars	Quarter ended			Nine month ended		Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
		(Unaudited)			(Unaudited)		(Audited)
1	Revenue						
	(a) Revenue from Operations	11,121.69	12,967.78	11,944.72	38,686.35	25,510.36	39,308.78
	(b) Other Operating Revenue	53.26	905.84	10.09	964.10	24.09	1,604.63
	Total Revenue from Operations (a+b)	11,174.95	13,873.62	11,954.81	39,650.45	25,534.45	40,913.41
	(c) Other Income	1.46	1.46	0.03	4.38	0.05	5.79
	Total Revenue(a+b+c)	11,176.41	13,875.08	11,954.84	39,654.83	25,534.50	40,919.20
2	Expenses						
	(a) Cost of Materials consumed	5,088.19	9,036.51	9,499.25	27,348.88	23,701.21	45,490.09
	(b) Changes in inventories of finished goods and work-in-progress	827.90	2,258.68	766.49	3,921.60	(1,560.80)	(9,119.91)
	(c) Purchase of Stock In Trade	532.01	-	-	532.01	-	-
	(d) Employee Benefits Expense	408.06	607.17	514.74	1,619.31	715.77	1,239.91
	(e) Finance Cost	294.95	267.21	629.02	248.30	1,980.41	265.60
	(f) Depreciation and Amortisation Expenses	1,387.80	1,219.18	1,181.43	3,822.85	3,166.71	4,490.80
	(g) Power	496.84	176.20	205.09	804.86	582.35	728.42
	(h) Other Expenses	1,790.17	1,616.01	2,007.97	5,249.28	5,237.33	7,050.79
	Total Expenses	10,825.92	15,180.96	14,803.99	43,547.09	33,822.98	50,145.70
3	Profit/(Loss) before exceptional items and Tax (1-2)	350.49	(1,305.88)	(2,849.15)	(3,892.26)	(8,288.48)	(9,226.50)
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before tax(3-4)	350.49	(1,305.88)	(2,849.15)	(3,892.26)	(8,288.48)	(9,226.50)
6	Tax Expenses	-	-	-	-	-	-
7	Profit/(Loss) for the period/year (5-6)	350.49	(1,305.88)	(2,849.15)	(3,892.26)	(8,288.48)	(9,226.50)
8	Other Comprehensive Income/ (Loss) (net of tax)						
	A i) Items that will not be reclassified to profit or loss	(1.18)	1.13	0.34	(3.55)	1.02	(6.99)
	ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	ii) Income Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
9	Total Comprehensive Income/ (Loss) for the period (7+8)	349.31	(1,304.75)	(2,848.81)	(3,895.81)	(8,287.46)	(9,233.49)
10	Paid-up equity share capital (Face Value ₹ 10/- each)	14111.05	14111.05	14,111.05	14,111.05	14,111.05	14111.05
11	Earnings Per Share (Face value of ₹10 each):						
	a) Basic (₹)	0.25	(0.92)	(2.02)	(2.76)	(5.87)	(6.54)
	b) Diluted (₹)	0.25	(0.92)	(2.02)	(2.76)	(5.87)	(6.54)



ANKIT METAL & POWER LIMITED

Registered Office: 35, Chitranjan Avenue , Kolkata - 700012; Phone: 033 2211 0225

Corp. Office: SKP House, 132A, S.P.Mukherjee Road, Kolkata - 700 026; Phone: 033 4016 8000

Email Id: cs@ankitmetal.com; Website: www.ankitmetal.com

CIN: L27101WB2002PLC094979

NOTES:-

- 1) The above results for the quarter and nine months ended 31st December, 2019 have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under section 133 of the Companies Act, 2013 read together with the Companies (Indian Accounting Standards) Rules, 2015 and have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th February, 2020.
- 2) The Company has adopted Ind AS 116 - "Leases" with effect from 1st April 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standards) Amendment Rules, 2019. The adoption of this standard did not have any impact on the financial results of this quarter and nine months ended 31st December, 2019.
- 3) The lenders have stopped charging interest on debts, since the dues from the Company have been categorized as Non Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debt at a sustainable level. In view of the above, pending finalization of the restructuring plan, the Company has not provided accrued interest in its books during the quarter as the account was declared NPA by the respective lenders. The amount of interest has been recognized in the books of accounts to the extent amount charged/realized by the banks only. The amount of interest not so provided stands at ₹ 3,272.80 Lacs for the quarter ended 31st December, 2019 and penal interest and charges thereof (amount remaining unascertained). The unprovided liability in respect of interest on Long term and Short term borrowings as on 31st December, 2019 amounted to ₹ 50,456.78 Lacs. The same have consequential impact on the reported figures.
- 4) The Company has incurred profit of ₹ 349.31 lacs for the quarter ended 31st December, 2019. The accumulated loss as on 31st December, 2019 is ₹ 1,06,819.06 Lacs which is in excess of the entire net worth of the Company. With the substantial improvement in raw materials availability, improvement in market scenario with notification of Minimum Import Price on steel, it is expected that the overall financial health would improve considerably. Considering the above developments and favourable impact thereof on the Company's operations and financials, the Company has prepared the financial results on the basis of 'Going Concern' assumption.
- 5) In the opinion of the management, current and non current assets have a value of realization in the ordinary course of business at least equal to the amount at which they are stated in accounts. Certain Balances of the sundry creditors, sundry debtors, unsecured loans and advances are subject to confirmation and reconciliation.
- 6) Various credit facilities availed from SBI, Allahbad Bank, IOB, UBI and IDBI have been assigned by the respective banks and Asset Reconstruction Companies under various assignment agreements between the respective banks and Asset Reconstruction Companies. In absence of information about the terms of assignments, the company is carrying the various credit facilities as appearing in the books as per the previous terms with the respective banks.
- 7) Cost of Raw Material Consumed includes debit notes of ₹ 2,085.10 lacs raised on various suppliers during the period under review, which are yet to be accepted by the respective suppliers. Pending such acceptance, the company has recognised the same in the books of accounts.
- 8) The Company operates in one reportable segment only viz. Iron & Steel. However, the Company also generates power which is entirely used for the captive consumption. Hence, Segment Reporting is not applicable.
- 9) The Figures of the previous period has been regrouped/ rearranged, whenever necessary.

Place : Kolkata

Date: 14th February, 2020



On behalf of the Board of Directors


Suresh Kumar Patni
Chairman