

KALYANI STEELS

CIN-L27104MH1973PLC016350

KSL:SEC:

August 10, 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 Unaudited Financial Results for
the quarter ended June 30, 2020

Please find enclosed herewith Statement of Unaudited Financial Results (Standalone and Consolidated) for the quarter ended June 30, 2020, duly approved and taken on record by the Board of Directors of the Company at their meeting held today i.e. on August 10, 2020.

The "Limited Review Reports" issued by M/s. P.G. Bhagwat, Chartered Accountants, Pune, Statutory Auditors of the Company, with respect to the said results are also attached.

The Board Meeting commenced at 11.30 a.m. and concluded at 12.35 noon,

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****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 UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2020**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Year ended
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations	1,211.85	2,717.46	3,434.49	11,989.28
2	Other Income	100.39	75.67	48.15	232.63
3	Total Income (1+2)	1,312.24	2,793.13	3,482.64	12,221.91
4	Expenses				
	(a) Cost of Materials Consumed	482.39	1,360.19	1,706.01	5,854.32
	(b) Purchases of stock-in-trade	7.42	172.07	85.78	510.88
	(c) Manufacturing Expense (See Note 3)	243.46	553.43	628.36	2,322.09
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	145.62	(332.10)	105.84	(120.53)
	(e) Employee benefit expense	128.39	143.97	140.05	577.34
	(f) Finance Costs	13.29	18.10	20.84	80.46
	(g) Depreciation and amortisation expense	113.80	113.85	94.78	426.15
	(h) Other Expenses	61.53	430.36	150.69	892.17
	Total Expenses	1,195.90	2,459.87	2,932.35	10,542.88
5	Profit before exceptional items (3 - 4)	116.34	333.26	550.29	1,679.03
6	Exceptional Items	-	-	-	-
7	Profit before tax (5 + 6)	116.34	333.26	550.29	1,679.03
8	Tax Expenses				
	Current Tax	37.00	117.50	195.00	477.50
	Deferred Tax	(8.35)	(9.48)	(10.79)	(165.04)
	Taxation in respect of earlier years	-	(4.61)	-	(4.61)
	Total Tax Expenses	28.65	103.41	184.21	307.85
9	Profit after tax (7 - 8)	87.69	229.85	366.08	1,371.18
10	Other Comprehensive Income, net of tax				
	A. Items that will not be reclassified to profit or loss	(1.32)	(109.74)	(0.44)	(111.27)
	B. Items that will be reclassified to profit or loss	-	-	-	-
	Total Other Comprehensive Income, net of tax	(1.32)	(109.74)	(0.44)	(111.27)
11	Total Comprehensive Income (9+10)	86.37	120.11	365.64	1,259.91
12	Paid-up Equity Share Capital (Face value ₹.5/-each, PY ₹. 5/- each)	218.64	218.64	218.64	218.64
13	Other Equity	-	-	-	9,420.67
14	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	2.01	5.27	8.39	31.41

*Handwritten signature**Handwritten mark*

- 1 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 August 10, 2020. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended June 30, 2020.
- 2 The above results include the Company's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- 3 Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- 4 Operations and financial results of the Company for the quarter ended June 30, 2020 have been adversely impacted due to frequent lockdown imposed by the Central and/or State governments in various parts of country to contain the spread of COVID-19. Since the operations have gradually but partially resumed during the quarter with limited availability of workforce and other resources, the results for the quarter are not comparable with those for the previous quarters. The Company has taken into account the possible impacts of COVID-19 in preparation of the financials results for the quarter ended June 30, 2020, including but not limited to its assessment of liquidity, recoverable values of its financial and non-financial assets and impacts on revenues. The Company expects to recover the carrying amount of its assets.
- 5 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.
- 6 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).
- 7 The figures for the quarter ended March 31, 2020 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 year. Also the figures upto the third quarter had been reviewed and not subject to audit.
- 8 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 : August 10, 2020

Place : Pune

M/s P. G. BHAGWAT
CHARTERED ACCOUNTANTS

HEAD OFFICE
Suites 101-102, 'Orchard'
Dr. Pai Marg, Baner, Pune – 45
Tel (O): 020 – 27290771/1772/1773
Email: pgb@pgbhagwatca.com
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Limited Review Report
To The Board of Directors of Kalyani Steels Limited, Pune

We have reviewed the accompanying statement of unaudited financial results of **Kalyani Steels Limited** (the "Company") for the quarter ended 30th June 2020. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors which includes one Joint Operation Company on proportionate basis (Hereinafter referred to as the "Statement"). Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 an analytical procedure 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other matter

We did not review the financial results of one joint operations included in the statement on proportionate basis, whose results reflect total revenues of Rs. Nil, total net profit / (loss) after tax of Rs. Nil and total comprehensive income/ loss of Rs. Nil for the quarter ended 30th June 2020. These financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our opinion on the statement the extent they have been derived from such financial results is based solely on the report of other auditor.

Our conclusion is not modified in respect of this matter.

For M/s P.G Bhagwat,
Chartered Accountants,
Firm's Registration Number: 101118W

Sanjay Athavale
Partner

Membership No. 83374

UDIN: 20083374AAAA. DK 4510

Place: Pune



Date: 10 August 2020


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 UNAUDITED CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2020**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Year ended
		June 30, 2020	Mar 31, 2020	June 30, 2019	March 31, 2020
		Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations	1,211.85	2,717.46	3,434.49	11,989.28
2	Other Income	100.40	75.68	48.18	232.68
3	Total Income (1+2)	1,312.25	2,793.14	3,482.67	12,221.96
4	Expenses				
	(a) Cost of Materials Consumed	482.39	1,360.19	1,706.01	5,854.32
	(b) Purchases of stock-in-trade	7.42	172.07	85.78	510.88
	(c) Manufacturing Expense (See Note 4)	243.46	553.43	628.36	2,322.09
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	145.62	(332.10)	105.84	(120.53)
	(e) Employee benefit expense	128.39	143.97	140.05	577.34
	(f) Finance Costs	14.09	28.14	22.70	96.08
	(g) Depreciation and amortisation expense	113.80	114.50	94.84	426.97
	(h) Other Expenses	61.54	441.71	152.03	906.16
	Total Expenses	1,196.71	2,481.91	2,935.61	10,573.31
5	Profit before exceptional items (3 - 4)	115.54	311.23	547.06	1,648.65
6	Exceptional Items	-	-	-	-
7	Profit before tax (5 + 6)	115.54	311.23	547.06	1,648.65
8	Tax Expenses				
	Current Tax	37.00	117.50	195.00	477.50
	Deferred Tax	(8.35)	(9.48)	(10.79)	(165.04)
	Taxation in respect of earlier years	-	(4.61)	-	(4.61)
	Total Tax Expenses	28.65	103.41	184.21	307.85
9	Profit after tax (7 - 8)	86.89	207.82	362.85	1,340.80
10	Other Comprehensive Income, net of tax				
	A. Items that will not be reclassified to profit or loss	(1.32)	(109.74)	(0.44)	(111.27)
	B. Items that will be reclassified to profit or loss	-	-	-	-
	Total Other Comprehensive Income, net of tax	(1.32)	(109.74)	(0.44)	(111.27)
11	Total Comprehensive Income (9+10)	85.57	98.08	362.41	1,229.53
12	Profit attributable to :				
	Equity holders of parent	87.64	226.63	365.12	1,366.11
	Non-controlling interest	(0.75)	(18.81)	(2.27)	(25.31)
13	Other Comprehensive Income attributable to :				
	Equity holders of parent	(1.32)	(109.74)	(0.44)	(111.27)
	Non-controlling interest	-	-	-	-
14	Total Comprehensive Income attributable to :				
	Equity holders of parent	86.32	116.89	364.68	1,254.84
	Non-controlling interest	(0.75)	(18.81)	(2.27)	(25.31)
15	Paid-up Equity Share Capital (Face value ₹.5/-each, PY ₹. 5/- each)	218.64	218.64	218.64	218.64
16	Other Equity	-	-	-	9,411.94
17	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	2.01	5.19	8.36	31.29



- 1 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 August 10, 2020. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended June 30, 2020.
- 2 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	Parent's ultimate holding as on Jun 30, 2020	Financial Year ends on
Subsidiary :			
Lord Ganesha Minerals Private Limited	India	77.50%	March 31, 2020

- 3 The above results include the Group's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- 4 Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- 5 Operations and financial results of the Group for the quarter ended June 30, 2020 have been adversely impacted due to frequent lockdown imposed by the Central and/or State governments in various parts of country to contain the spread of COVID-19. Since the operations have gradually but partially resumed during the quarter with limited availability of workforce and other resources, the results for the quarter are not comparable with those for the previous quarters. The Group has taken into account the possible impacts of COVID-19 in preparation of the financials results for the quarter ended June 30, 2020, including but not limited to its assessment of liquidity, recoverable values of its financial and non-financial assets and impacts on revenues. The Group expects to recover the carrying amount of its assets.
- 6 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.
- 7 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).
- 8 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 unaudited publish figures upto the third quarter of respective year. Also the figures upto the third quarter had been reviewed and not subject to audit.
- 9 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 : August 10, 2020

Place : Pune

Independent Auditor's Review Report on consolidated unaudited quarterly financial results of Kalyani Steels Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To The Board of Directors of Kalyani Steels Limited, Pune

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Kalyani Steels Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), and its share of the net (loss) after tax and total comprehensive (loss) of its subsidiary for the quarter ended 30th June 2020 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended which includes one Joint Operation Company consolidated on a proportionate basis with Parent company ("the Statement").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. The Statement includes the results of the following entities:
 - a. One subsidiary: Lord Ganesha Minerals Private Limited
 - b. One 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 these consolidated financial results.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard 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 Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of one joint operations included in the standalone unaudited financial results of the entities included in the Group, whose results reflect total revenues of Rs. Nil, total net profit / (loss) after tax of Rs. Nil and total comprehensive income/ loss of Rs. Nil for the quarter ended 30th June 2020, as considered in the respective standalone unaudited financial results of the entities included in the Group. The interim financial results of joint operation have been reviewed by the other auditor whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of joint operation, is based solely on the report of other auditors and the procedures performed by us as stated in paragraph 3 above.

M/s P. G. BHAGWAT
CHARTERED ACCOUNTANTS

We did not review the interim financial results of one subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. Nil, total net loss after tax of Rs. 3.31 million and total comprehensive loss of Rs. 3.31 million, for the quarter ended 30th June 2020, as considered in the consolidated unaudited financial results. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.

For M/s P.G Bhagwat,
Chartered Accountants,
Firm's Registration Number: 101118W

Sanjay Athavale 
Partner
Membership No. 83374
UDIN: 20083374AAAA *DL5899*
Place: Pune



Date: 10th August 2020