

METALYST FORGINGS LIMITED

(Formerly known as Ahmednagar Forgings Limited)

Registered Office :

Gat No. 614, Village Kuruli Khed, Pune, Maharashtra - 410501

Tel: +91-2135-252148 Fax: +91-2135-252105

E-mail: info@metalyst.co.in Web.: www.metalyst.co.in

CIN No.: L28910MH1977PLC019569

Ref No. : MFL/BSE/NSE/2019

Date: 28th February, 2019

The Manager Listing Department The Bombay Stock Exchange Limited, Phiroze Jee Jee Bhoj Towers, Dalal Street, Mumbai – 400001 Scrip code: 513335	The Secretary, The National Stock Exchange of India Limited, “Exchange Plaza”, 5th Floor, Plot No. C/1, G-Block, Bandra – Kurla Complex, Bandra (E), Mumbai-400051 Scrip code: METALFORGE
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Sub.: Un-Audited Financial Result for the Quarter and Nine Months Ended December 31, 2018 under SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015,

Dear Sir/Ma'am,

Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015, we wish to inform you that Standalone Un-Audited Financial Results of the Company for the quarter and nine months ended December 31, 2018 shall considered and disseminated on 28th February, 2019. Consequent to the same, we enclose, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the following:

1. The Standalone Un-Audited Financial Results of the Company for the quarter and nine months ended on December 31, 2018.
2. Limited Review Report on the standalone Un-audited Financial Results of the Company quarter and nine months ended on December 31, 2018.

The meeting commenced at 3:30 P.M. and concluded at 4:40 P.M.

You are requested to take the same on records.

Thanking You

Yours faithfully,

For Metalyst Forgings Limited

(A company under Corporate Insolvency Resolution Process)



Pavan Kumar Mishra
Company Secretary

Issued with Approval of Mr. Dinkar T. Venkatasubramanian
(Resolution Professional)

IP Registration no. IBBI/IPA-001/IP-P00003/2016-17/10011

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Statement of Unaudited Financial Results for the quarter and Nine Months ended 31st December, 2018

Rupees in Lakhs

S.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	Revenue						
	Revenue from operations	8,939	11,175	7,962	31,794	28,908	37,378
	Other Income	10	10	15	45	77	77
	Total Revenue	8,949	11,185	7,977	31,839	28,985	37,455
2	Expenses						
	Cost of Material consumed	5,606	6,212	5,683	18,793	21,696	26,426
	Changes in Inventories of finished goods, work in progress and stock in trade	(228)	1,128	424	926	(1,085)	(79)
	Employee Benefits Expense	823	838	1,150	2,489	3,287	3,188
	Finance Costs	34	5	10,363	2,592	33,077	34,115
	Depreciation & Amortization Expense	6,420	6,421	6,596	19,260	19,609	25,993
	Other Expenses	2,676	2,772	1,768	8,288	4,735	7,947
	Total Expenses	15,331	17,376	25,984	52,348	81,319	97,590
3	Profit/(Loss) before exceptional items and tax (1-2)	(6,382)	(6,191)	(18,007)	(20,509)	(52,334)	(60,135)
4	Exceptional Items [(Income)/Expenses]	-	-	672	-	27,557	41,195
5	Profit/(Loss) before tax (3-4)	(6,382)	(6,191)	(18,679)	(20,509)	(79,891)	(1,01,330)
6	Tax expense:						
	(i) Deferred tax	-	(8)	(4,988)	2,162	(14,675)	(8,312)
	(ii) MAT reversal	-	-	-	-	-	-
	Total Tax Expenses	-	(8)	(4,988)	2,162	(14,675)	(8,312)
7	Profit/(Loss) for the period from continuing operations (5-6)	(6,382)	(6,183)	(13,691)	(22,671)	(65,216)	(93,018)
	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	119
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	(37)
	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	-	-	-	-	-	-
8	Other Comprehensive Income[A(i)+A(ii)+B(i)+B(ii)]	-	-	-	-	-	82
9	Total Comprehensive Income/(Loss) for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (7+8)	(6,382)	(6,183)	(13,691)	(22,671)	(65,216)	(92,936)
10	Paid-up equity share capital (Face Value of Rs.10 each)	4,355	4,355	4,355	4,355	4,355	4,355
11	Reserves excluding Revaluation Reserves as per balance sheet						(73,951)
12	Earnings per equity share (for continuing operation) (not annualised)						
	(1) Basic	(14.65)	(14.20)	(31.44)	(52.06)	(149.76)	(213.48)
	(2) Diluted	(14.65)	(14.20)	(31.44)	(52.06)	(149.76)	(213.48)
13	Earning per equity share (for continuing & discontinued operation) (not annualised)						
	(1) Basic	(14.65)	(14.20)	(31.44)	(52.06)	(149.76)	(213.48)
	(2) Diluted	(14.65)	(14.20)	(31.44)	(52.06)	(149.76)	(213.48)

Notes to financial results:

- The company has been under Corporate Insolvency Resolution Process (CIRP) since December 15, 2017 under the provisions of The Insolvency and Bankruptcy Code 2016 (Code). Pursuant to the order, Mr Dinkar T. Venkatasubramanian was appointed as Interim Resolution Professional (IRP) and subsequently as per Section 22 (1) of the Code, the Resolution Professional (RP) to perform the functions as laid down in the Code. Since then the RP is managing the Company's business and assets on going concern basis.

- 2 Under the CIRP, resolution plan need to be presented to and approved by the CoC thereafter will need to be approved by NCLT to keep the company as a going concern. Pursuant to the provisions of the Code, the Committee of Creditors has approved the resolution plan submitted by Deccan Value Investors L.P. through e - voting process (held from 10 am on August 24, 2018 till 10 am on August 25, 2018) which was conducted subsequent to the meeting of Committee of Creditors held on August 21, 2018 and the same is subject to approval by the Hon'ble NCLT. Accordingly financial statements for the quarter and nine months ended December 31st, 2018 have been prepared on a going concern basis.
- 3 As the powers of the Board of Directors have been suspended, the above results have not been adopted by the Board of Directors. However, the same have been signed by Whole Time Director of the Company confirming accuracy & completeness of the results on 28th February, 2019. The same have also been subjected to Limited Review by the Statutory Auditor.
- 4 Considering the current operating levels of the Company, and the ongoing CIRP It is not possible to determine:
 - a. Impairment, if any, in the economic value of the fixed assets, capital work in progress and tools & dies;
 - b. Diminution, if any, in the value of investments.
- 5 As per the Code the RP has to receive, collate and reconcile all the claims submitted by the creditors of the company. Such claims can be admitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. The RP has verified and admitted the claims submitted by the creditors against the company as per the Code. Pending finalisation of resolution plan, the impact of such claims if any that may also has not been considered in the preparation of the financial statements. Further, interest on the financial debt from the date of commencement of CIRP (i.e. from 15th December 2017 till 31st December 2018) has not been provided in the books of accounts and charged to the Profit and Loss account.
- 6 Trade receivables, Loans & Advances and other recoverable at December 31, 2018, which also includes balances from the group entities, are subject to confirmation/reconciliation and recoverability assessment thereof is under process.
- 7 Finance cost consists of Rs. 2451.98 lakhs interest cost upto 15th December, 2017 on claims submitted by financial creditors during current period. The said claim has admitted by CIRP and the same has accounted for during the period of nine months.
- 8 The company is in the business of manufacturing steel forging products and hence has only one reportable operating segment as per IND AS 108 "operating segments".
- 9 Considering the ongoing Corporate Insolvency Resolution Process, the uncertainty as to the realisation of unused tax losses and MAT credit available cannot be ascertained at this stage. Consequently, adjustment to Defferred Tax (Net) and MAT Credit available have not been given effect to.
- 10 Previous period figures have been regrouped/rearranged wherever considered necessary to make them comparable with current period.

For METALYST FORGINGS LIMITED

Date : 28.02.2019
Place : New Delhi


Arun Maiti
Chief Financial Officer


Shekhar Gupta
Whole Time Director



RAJ GUPTA & CO.

Chartered Accountants

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Independent Auditor's Review Report On Unaudited 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

To
The Resolution Professional
METALYST FORGINGS LIMITED,

1. We have reviewed the accompanying standalone unaudited financial results of **Metalyst Forgings Limited** ("the company") for the quarter ended 31 December, 2018 and year to date results for the period 1 April 2018 to 31st December 2018 being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. As the Corporate Insolvency Resolution Process (CIRP) has been initiated in respect of the Company under the provisions of the Insolvency and Bankruptcy Code, 2016 (Code) by the National Company Law Tribunal (NCLT) from December 15, 2017. The powers of the Board stands suspended as per Section 17 of the Code and such powers are being exercised by the Resolution Professional (RP) appointed by the NCLT by the said order under the provisions of the Code.
3. This Statement is responsibility of the company's management, which has been signed by Shekhar Gupta, Whole Time Director and Arun Maiti, Chief Financial Officer of the Company confirming accuracy and completeness of the results and taken on record by Resolution Professional.
4. The Statement has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "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. Our responsibility is to issue a report on the statement based on our review.
5. We conducted our audit 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 about whether the financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data





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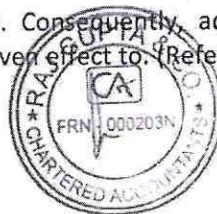
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and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express opinion.

6. Emphasis of Matter:

- a. The Company has been continuously making losses, consequently its net worth is negative and the Company's total liabilities exceeded its total assets. This indicates the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, in view of the CIRP in respect of the Company, which is in progress, the accounts have been prepared on a going concern basis [Refer Note 1 and 2 to financial results];
- b. As mentioned in Note 4 to financial results, Considering the current operating levels of the Company, and the ongoing CIRP it is not possible to determine:
 - i) Impairment, if any, in the economic value of the fixed assets, capital Work in Progress and Tools and Dies;
 - ii) Diminution, if any, in the value of investments;
- c. As per the Code the RP has to receive, collate and all the claims submitted by the creditors of the company. Such claims can be admitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. The RP has verified and admitted the claims submitted by the creditors against the company as per the Code. Pending finalisation of resolution plan, the impact of such claims if any that may also has not been considered in the preparation of the financial statements. Further, interest on the financial debt from the date of commencement of CIRP (i.e. from 15th December 2017 till 31st December 2018) has not been provided in the books of accounts and charged to the Profit and Loss account. (Refer Note 5 to financial results)
- d. Trade receivables, loans & advances and other recoverable as at December 31, 2018, which also includes balances from the group entities, are subject to confirmation/reconciliation and recoverability thereof is under process. [Refer Note 6 to financial results].
- e. Considering the ongoing corporate insolvency resolution process (as mentioned n Note No 1 & 2) the certainty as to the realisation of unused tax losses and MAT credit available cannot be ascertained at this stage. Consequently, adjustment to deferred tax (net) and MAT credit available have not been given effect to. (Refer Note 9 to financial results)





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- f. Consequently, all the points mentioned in 6 (a) to (e) will be addressed in the financial statements once the CIRP is complete and the resolution plan, if any, proposed by the resolution applicant, is approved/ disapproved by the Committee of Creditors and the NCLT during the CIRP period.

Conclusion

Based on our review conducted as above, no matter other than mentioned in Point No 6, 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 i.e. IND AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Delhi

Date: 28th February, 2019



For Raj Gupta & Co
Chartered Accountants,
(FRN - 000203N)

Gunjandeep Singh

Gunjandeep singh
(Partner)
Membership No.529555