



Ankit Metal & Power Ltd.

CIN No. : L27101WB2002PLC094979

14th August, 2018

To
The Listing Department
BSE Limited
P. J. Towers, 25th floor
Dalal Street,
Mumbai - 400 001

Ref: Scrip Code 532870
Sub: Outcome of Board Meeting

Dear Sir/Madam,

This is to inform you that the Board of Directors of the Company at its meeting held today i.e. Tuesday, 14th August, 2018, commenced at 9:50 p.m. and concluded at 10:25 p.m. has approved the following agendas:

1. The Un-audited Financial Results of the Company for the quarter ended 30th June, 2018 along with the Limited Review Report pursuant to Regulation 30 and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The Notice of Annual General Meeting & Board's Report for the financial year 2017-18.

Further, it is to be informed that as per Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mr. Ravindra Kumar Mehra (DIN:07898952) ceased to be the Independent Director of the Company due to his sudden demise on 11th August, 2018.

This is for your information. Kindly take the same on your record.

Thanking You,

Yours faithfully,

For Ankit Metal & Power Limited

Jaya Pathak
Company Secretary

Corporate & Communication Office :

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J. B. S. & Company

CHARTERED ACCOUNTANTS

60, BENTINCK STREET, 4TH FLOOR

KOLKATA - 700 069

Phone : 2225 4828

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Limited Review Report on Unaudited Quarterly Financial Results of Ankit Metal & Power Limited for the quarter ended June 30, 2018 pursuant to Regulation 33 of SEBI (Listing Obligation 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 M/S Ankit Metal & Power Limited ("the Company") for the quarter ended 30th June, 2018 together with the notes thereon ("the Statement") attached herewith. The statement is being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016, and has been initialed by us for identification purpose. Attention is drawn to the fact that figures for the three months period ended March 31, 2018 as reported in the accompanying unaudited quarterly financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures upto the end of the third quarter of the previous financial year. The figures upto the end of the third quarter of the previous financial year had only been reviewed and not subjected to audit.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on August 14, 2018 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 relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement 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" specified under Section 143(10) of the Companies Act, 2013. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free from material misstatement. A review is limited primarily to inquiries of the 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.



Basis of Qualified Conclusion

4. We draw your attention to Note No.2 of the Unaudited Financial Results regarding non provision of interest expense amounting to ₹ 2,653.17 Lacs on the borrowings of the Company for the quarter ended June 30, 2018 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 June 30, 2018 would have been ₹ 3,496.42 Lacs instead of ₹ 843.25 Lacs and the total comprehensive loss for the quarter ended June 30, 2018, would have been ₹ 5,715.55 Lacs instead of ₹ 3,062.38 Lacs.

Qualified Conclusion

5. Based on our review conducted as stated above, except for the matter referred in Paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial year results prepared in accordance with the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 as modified by the 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.
6. We draw your attention to the following matter:
- (a) We draw your attention to Note No. 3 of the financial results which indicate that as at 30th June, 2018, the accumulated losses amounting to ₹ 96,752.16 Lacs has eroded the entire net worth of the company, indicating the existence of a material uncertainty about the Company's ability to continue as a going concern. These financial statements have been prepared on a going concern basis for the reasons stated in the said note.
- (b) Substantial amount of statutory dues amounting to ₹ 1,649.49 Lacs has become overdue and remain unpaid. Interest, penalty, if any, in respect of the same has remained unascertained and unaccounted for.

Our report is not modified in these matter.

For J.B.S & Company
Chartered Accountants
Firm Reg. No.:-323734E



Gauranga Paul
C.A. Gouranga Paul
Partner

Membership No.:- 063711

Date: 14th August, 2018
Place: Kolkata

ANKIT METAL & POWER LIMITED

Registered Office : 35, Chittaranjan Avenue, Kolkata - 700 012

Phone: 033 4016 8000, E-mail Id: cs@ankitmetal.com

CIN: L27101WB2002PLC094979

Statement of Unaudited Financial Results for the quarter ended 30th June 2018

(₹ in Lacs Except EPS)

| Sl. No. | Particulars | Quarter Ended | | | Year Ended |
|-----------|--|---------------------------|-------------------------|---------------------------|-------------------------|
| | | 30.06.2018 (Unaudited) | 31.03.2018 (Audited) | 30.06.2017 (Unaudited) | 31.03.2018 (Audited) |
| 1 | Revenue | | | | |
| | (a) Revenue from Operations | 4,895.41 | 9,427.66 | 1,322.19 | 18,433.00 |
| | (b) Other Operating Revenue | 2.00 | 306.19 | - | 346.89 |
| | Total Revenue from Operations (a+b) | 4,897.41 | 9,733.85 | 1,322.19 | 18,779.89 |
| | (c) Other Income | - | - | 9.78 | 16.71 |
| | Total Revenue (a+b+c) | 4,897.41 | 9,733.85 | 1,331.97 | 18,796.60 |
| 2 | Expenses | | | | |
| | (a) Cost of Materials consumed | 6,681.12 | 6,506.56 | 3,069.76 | 23,056.90 |
| | (b) Changes in inventories of finished goods and work-in-progress | (2,116.18) | 108.27 | (1,521.87) | (1,939.42) |
| | (c) Excise Duty | - | - | 146.85 | 146.85 |
| | (d) Employee Benefits Expense | 58.43 | 11.79 | 16.89 | 64.75 |
| | (e) Finance Cost | 843.25 | 1,322.36 | 747.56 | 6,171.76 |
| | (f) Depreciation and Amortisation Expense | 987.59 | 1,005.08 | 1,031.45 | 4,121.49 |
| | (g) Power | 204.37 | 161.29 | 142.80 | 755.80 |
| | (h) Bad Debts (Including Provision for Bad Debts) | - | 1,098.57 | - | 1,098.57 |
| | (i) Other Expenses | 1,301.55 | 1,322.68 | 535.75 | 3,449.76 |
| | Total Expenses | 7,960.13 | 11,536.60 | 4,169.19 | 36,926.46 |
| 3 | Profit/(Loss) before exceptional items and Tax (1-2) | (3,062.72) | (1,802.75) | (2,837.22) | (18,129.86) |
| 4 | Exceptional Items | - | - | - | - |
| 5 | Profit/(Loss) before Tax (3-4) | (3,062.72) | (1,802.75) | (2,837.22) | (18,129.86) |
| 6 | Tax Expenses | - | - | - | - |
| 7 | Profit/(Loss) for the period/year (5-6) | (3,062.72) | (1,802.75) | (2,837.22) | (18,129.86) |
| 8 | Other Comprehensive Income/ (Loss) (net of tax) | | | | |
| | A i) Items that will not be reclassified to profit or loss | 0.34 | (4.70) | 2.02 | 36 |
| | 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) | (3,062.38) | (1,807.45) | (2,835.20) | (18,128.50) |
| 10 | Paid-up Equity Share Capital (Face Value ₹ 10 each) | 14,111.05 | 14,111.05 | 14,111.05 | 14,111.05 |
| 11 | Earnings Per Share (of ₹10 each): | | | | |
| | a) Basic (₹) | (2.17) | (1.28) | (2.01) | (12.85) |
| | b) Diluted (₹) | (2.17) | (1.28) | (2.01) | (12.85) |



Statement of Unaudited Financial Results for the quarter ended 30th June 2018

NOTES:-

- 1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on 14th August, 2018
- 2) 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 recognised in the books of accounts to the extent amount charged/realised by the banks only. The amount of interest not so provided stands at ₹2,653.17 Lacs for the quarter ended 30th June, 2018 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 30th June, 2018 amounted to ₹ 28,063.27 Lacs. The same have consequential impact on the reported figures.
- 3) The company has incurred loss of ₹ 3,062.38 Lacs for the quarter ended 30th June, 2018 and accumulated loss as on 30th June, 2018 is ₹ 96,752.16 Lacs which is in excess of the entire net worth of the company. With the substantial improvement in raw material 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 favorable impact thereof on the Company's operations and financials, the company has prepared the financial results on the basis of Going Concern assumption.
- 4) In the opinion of the management, current and non current asset have a value of realization in the ordinary course of business at least equal to the amount at which they are stated in the accounts. Certain balances of the sundry creditors, sundry debtors, unsecured loans and advances are subject to confirmations and reconciliation.
- 5) Various credit facilities availed from SBI, Andhra Bank and IDBI have been assigned by the respective banks in favour of 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.
- 6) 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.
- 7) Consequent to the introduction of Goods & Service Tax(GST) with effect from 01 July, 2017 Central Excise, Value Added Tax (VAT), etc. have been replaced by GST. In accordance with IND AS 115 on Revenue and Schedule III of the Companies Act, 2013, GST is not included in Gross Revenue from Operations in applicable periods. In view of the aforesaid restructuring of the indirect taxes, revenue from operations for the quarter 30th June, 2018 is not comparable to the extent with that of the corresponding previous quarter.
- 8) This Financial Statement has been prepared in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 9) Figures of the quarter ended 31st March, 2018 are the balancing figures between audited figures in respect of the full financial year upto 31st March, 2018 and the published year to date figures upto 31st December, 2017 being the date of the third quarter of the financial year which were subjected to limited review by the statutory auditors.
- 10) The figures of the previous period has been regrouped/reclassified, whenever necessary to conform to the classification for the quarter ended 30th June, 2018.

On behalf of the Board of Directors



Sd/

Suresh Kumar Patni
Chairman

Place: Kolkata
Date: 14th August, 2018