

# ELECTROSTEEL CASTINGS LIMITED

H.O. : G.K. Tower, 19, Camac Street, Kolkata 700 017, India  
Regd. Office : Rathod Colony, Rajgangpur, Sundergarh, Odisha 770 017  
Tel : +91 33-2283 9900, 7103 4400  
CIN : L27310OR1955PLC000310  
Web : www.electrosteelcastings.com



14 February, 2022

**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai – 400 001

**National Stock Exchange of India Limited**  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (E),  
Mumbai – 400 051

Scrip Code: **500128**

Symbol: **ELECTCAST**

Dear Sir/Madam,

**Sub: Outcome of Meeting of the Board of Directors of the Company held on 14 February, 2022**

Pursuant to Regulation 30 and other applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), please be informed that the Board of Directors, at its meeting held today, have, inter-alia,

1. approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and nine months ended 31 December, 2021.
2. appointed Mr. Virendra Sinha (DIN: 03113274) as an Additional (Independent) Director of the Company with effect from 14 February, 2022. Mr. Virendra Sinha shall be an Independent Director of the Company, with effect from 14 February, 2022, for a term of 5 (five) consecutive years, subject to approval of appointment and regularisation by the Shareholders in the ensuing General Meeting of the Company. In this regard, we confirm that Mr. Virendra Sinha is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.
3. appointed Mrs. Radha Kejriwal Agarwal (DIN: 02758092), Officer on Special Duty – Strategy and Corporate Affairs, as an Additional (Whole-time) Director of the Company, with effect from 14 February, 2022, for a term of 3 (three) consecutive years, subject to the approval of appointment by the Shareholders. In this regard, we confirm that Mrs. Radha Kejriwal Agarwal is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.
4. appointed Mrs. Nityangi Kejriwal Jaiswal (DIN: 07129444), Executive Director (not being on the Board of Directors), as an Additional (Whole-time) Director of the Company, with effect from 14 February, 2022, for a term of 3 (three) consecutive years, subject to the approval of appointment by the Shareholders. In this regard, we confirm that Mrs. Nityangi Kejriwal Jaiswal is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.
5. appointed Mr. Madhav Kejriwal (DIN: 07293471), Senior Executive Director (not being on the Board of Directors), as an Additional (Whole-time) Director of the Company, with effect from 14 February, 2022, for a term of 3 (three) consecutive years, subject to the approval of appointment by the Shareholders. In this regard, we confirm that Mr. Madhav Kejriwal is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.
6. appointed Mrs. Priya Manjari Todi (DIN: 01863690), Officer on Special Duty, as an Additional (Whole-time) Director of the Company, with effect from 14 February, 2022, for a term of 3 (three) consecutive years, subject to the approval of appointment by the Shareholders. In this regard, we confirm that Mrs. Priya Manjari Todi is not debarred from holding the office of director by virtue of any SEBI order or any other such authority.



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The details as required under Regulation 30 - Para A of Part A of Schedule III to the Listing Regulations with respect to the aforesaid appointments Directors of the Company are given below:

Particulars			
Reason for change	Mr. Virendra Sinha (DIN: 03113274) is appointed as an Independent Director of the Company.	Mrs. Radha Kejriwal Agarwal (DIN: 02758092) is appointed as an Additional (Whole-time) Director of the Company.	Mrs. Nityangi Kejriwal Jaiswal (DIN: 07129444) is appointed as an Additional (Whole-time) Director of the Company.
Date of appointment and term of appointment	Appointed for a term of 5 (five) consecutive years, with effect from 14 February, 2022, subject to the approval of appointment by the Shareholders	Appointed for a term of 3 (three) consecutive years, with effect from 14 February, 2022, subject to the approval of appointment by the Shareholders.	Appointed for a term of 3 (three) consecutive years, with effect from 14 February, 2022, subject to the approval of appointment by the Shareholders.
Brief Profile	Mr. Virendra Sinha, has over 45 years of experience with over 25 years of experience in leadership roles. He has successfully established new ventures and achieved business turnarounds in India and abroad. He enjoys fostering entrepreneurial vision, zeal and guiding teams to succeed in diverse business environments in the context of culture, ownership, products and services.	Ms. Radha Kejriwal Agarwal is a Graduate in Psychology from Cardiff University, UK and Post Graduate in Human Resources Management and Organizational Analysis from King's College London. She had been appointed as Officer on Special Duty – Strategy and Corporate Affairs of Electrosteel Castings limited from October, 2018 with responsibilities of operational management of Khardah and Bansberia Units. She was associated with the initiation of the Business Excellence function in ECL which yielded sizeable number of fresh improvement initiatives together contributing to substantial savings in the Company. She also developed policies and systems in HR, IT and administration. Some examples are as follows: Employee Performance Management System, Pride and Pratibha Awards (Employee Reward and Recognition System for Business Excellence), Employee Travel Policy, etc. She is a core team member of the Company's Digital initiative and is also a core member of the team leading the upgradation of SAP to HANA model as well as amalgamation of the SAP systems post the merger of Srikalahasthi Pipes Limited with ECL. She also further systematized and improved the performance review mechanisms of the Company. She made significant	Mrs. Nityangi K. Jaiswal, aged 30 years, is a BA Graduate from the Cardiff University, UK and specialised in Journalism, Media and Cultural Studies. She was associated with Electrosteel Steels Limited for around 5 (five) years, fully involved in sales and marketing, with special focus on development of retail sales & marketing, logistics, branding and advertising of its products. Mrs. Jaiswal has also served as a Non-Executive and Non-Independent Director on the Board of Electrosteel Castings Limited, from 31 March, 2015 to 28 January, 2019. She has been managing fittings and other special products as a profit centre head since joining ECL, along with driving the company's branding, communication and digital marketing initiatives. Mrs Jaiswal has made remarkable contributions in all areas where she has been involved, especially in fittings business, which is visible in the financial performance of the Company also. Understanding the importance of major digital social platforms, like, Facebook, Twitter, Instagram, LinkedIn, etc., for business marketing, Mrs. Jaiswal has continuously and successfully endeavored towards boosting the Company's brand and visibility on the said social platforms, which helps to connect and interact with other potential customers and also helps to augment the Company's brand image. Mrs. Jaiswal is also the Managing



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<b>Particulars</b>		contributions in achieving 100% Covid vaccination in ECL.	Director of EVE Technologies Pvt Ltd, an app-based software development company.
<b>Disclosure of relationships between directors</b>	Mr. Virendra Sinha is not related to any of the other Directors of the Company.	Mrs. Agarwal is the daughter of Mr. Umang Kejriwal, Managing Director, and sister of Mrs. Nityangi Kejriwal Jaiswal, Whole-time Director and Mr. Madhav Kejriwal, Whole-time Director. Apart from this, Mrs. Agarwal is not related to any other Director/ Key Managerial Personnel of the Company.	Mrs. Jaiswal is the daughter of Mr. Umang Kejriwal, Managing Director, and sister of Mrs. Radha Kejriwal Agarwal, Whole-time Director and Mr. Madhav Kejriwal, Whole-time Director. Apart from this, Mrs. Jaiswal is not related to any other Director/ Key Managerial Personnel of the Company.

<b>Particulars</b>			
<b>Reason for change</b>	Mr. Madhav Kejriwal (DIN: 07293471) is appointed as an Additional (Whole-time) Director of the Company.	Mrs. Priya Manjari Todi (DIN: 01863690) is appointed as an Additional (Whole-time) Director of the Company.	
<b>Date of appointment and term of appointment</b>	Appointed for a term of 3 (three) consecutive years, with effect from 14 February, 2022, subject to the approval of appointment by the Shareholders.	Appointed for a term of 3 (three) consecutive years, with effect from 14 February, 2022, subject to the approval of appointment by the Shareholders.	
<b>Brief Profile</b>	Mr Madhav Kejriwal, is a B.Com from the Calcutta University. He started his career in Electrosteel Steels Limited in the year 2014 as a management trainee on the shop floor of the steel melt shop and rolling mill. After gaining the knowhow of production, he joined the sales and marketing team of Wire Rod and was instrumental in the ramp up of sales of Wire Rod product. In 2019 he joined Srikalahasthi Pipes Ltd as an executive director overseeing the sales and marketing. He has been actively involved and led multiple business and product development initiatives and order booking and execution strategies to meet the business plans of the company and to optimise profitability.	Ms. Priya Manjari Todi is a B.Com (Hons.) graduate from Calcutta University. She holds a joint degree, in BSc. in Information Technology from Manipal University. She has been appointed as the Officer on Special Duty in Electrosteel Castings Limited, and was also appointed as a Non-Executive and Non-Independent Director on the board of Srikalahasthi Pipes Limited on 30 January 2018. She has been looking after the operations of SPL, to achieve the company's growth plan and has considerable exposure in the day to day operations of manufacturing, purchase, marketing and export.	
<b>Disclosure of relationships between directors</b>	Mr. Kejriwal is the son of Mr. Umang Kejriwal, Managing Director, and brother of Mrs. Radha Kejriwal Agarwal, Whole-time Director and Mrs. Nityangi Kejriwal Jaiswal, Whole-time Director. Apart from this, Mr. Kejriwal is not related to any other Director/Key Managerial Personnel of the Company.	Mrs. Todi is the daughter of Mr. Mayank Kejriwal, Joint Managing Director of the Company and sister of Mr. Uddhav Kejriwal, Whole-time Director of the Company. Apart from this, Mrs. Todi is not related to any other Director/ Key Managerial Personnel of the Company.	

In compliance with the provisions of Regulation 33 and other applicable provisions of the Listing Regulations, please find enclosed herewith, the aforesaid Financial Results, along with the Limited Review Reports of the Statutory Auditors thereon.

Time of Commencement of Meeting: 1130 Hours  
 Time of Conclusion of Meeting: 1535 Hours



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This is for your information and records.

Thanking you.

Yours faithfully,

For Electrosteel Castings Limited

A handwritten signature in blue ink, appearing to read 'Indranil Mitra'.

**Indranil Mitra**  
Company Secretary

Encl.: a/a



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**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To,  
The Board of Directors,  
Electrosteel Castings Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Electrosteel Castings Limited** ("the Company") for the Quarter ended December 31, 2021 and year to date from April 01, 2021 to December 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors in their meeting held on February 14, 2022, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under section 133, of the Companies Act, 2013 as amended, 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", 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 Statement is free of material misstatement. A review is limited primarily to inquiries of 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.
4. Attention is drawn to the following notes of the accompanying results:
  - a) Note no. 4 in respect to cancellation of coal block allotted to the company in earlier years and non-recognition of the claims receipt thereof & non-carrying of any adjustment in the books of accounts for the reasons stated in the note. Pending finalisation of the matter & as the matter is sub judice, disclosures as per Indian Accounting standard will be given effect on final settlement of the matter & the balances appearing in the books of accounts in respect to such coal block have been carried forward at their carrying cost and disclosed as capital work in progress, property plant & equipment, inventories and other heads of account. The impact and consequential adjustment thereof are not presently ascertainable.
  - b) Note No. 5 in respect to Company's investment amounting to Rs. 3612.61 lakhs in Electrosteel Steels Limited (ESL), the pledge of which was invoked by the lenders of ESL and the same has been set aside by the Hon'ble High Court at Calcutta. The plea of the company to release the pledge is pending before the Hon'ble High Court at Calcutta. Further the Land of Elavur plant of the Company which is mortgaged in favour of a Lender of ESL, who has assigned their rights to another entity and the symbolic possession has been taken in the earlier years, has been disputed by the company as enumerated in the note. Above exposures have been carried forward at their existing carrying value & no impairment has been provided in respect to above and the impact of which is not presently ascertainable.  
Impacts with respect to (a) & (b) above are presently not ascertainable and as such cannot be commented upon by us.



Based on our review conducted as stated above, we report that, *excepting the possible effect of the matters stated above*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 as amended, 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material mis-statement.

5. We draw attention to Note 8 of the accompanying financial results in respect of the Scheme of Arrangement of Srikalahasthi Pipes Limited (SPL) with the Company as approved by the Hon'ble National Company Law Tribunal, Cuttack Bench, wherein the financial information has been restated from the appointed date in line with guidance of General Circular No. 09/2019 dated August 21, 2019 as issued by Ministry of Company Affairs and not from the beginning of the earliest date presented as required in accordance with guidelines of Appendix C of Ind AS 103.

Our Opinion is not modified in respect of this matter



For Singhi & Co.  
Chartered Accountants  
Firm's Registration No. 302049E

(GOPAL JAIN)  
Partner

Membership No.: 059147  
UDIN: 22059147ABZEDG6265

Place: Kolkata  
Date: February 14, 2022



**ELECTROSTEEL CASTINGS LIMITED**  
CIN: L27310OR1955PLC000310

Registered Office : Rathod Colony, P. O. Rajgangpur, Sundergarh, Odisha 770 017

Tel. No.:+91 06624 220 332; Fax:+91 06624 220 332

Corporate Office: 19, Camac Street, Kolkata 700 017

Website: www.electrosteelcastings.com

E-mail: companysecretary@electrosteel.com

(Rs.in lakhs)

**STATEMENT OF UNAUDITED STANDALONE RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31/12/2021**

Particulars	3 months ended 31/12/2021	Preceding 3 months ended 30/09/2021	Corresponding 3 months ended in the previous year 31/12/2020	Year to date figures for current period ended 31/12/2021	Year to date figures for previous period ended 31/12/2020	Year to date figures for previous year ended 31/03/2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)** Restated
<b>1. Revenue From Operations</b>	<b>138921.73</b>	106574.38	110459.73	<b>345783.77</b>	192276.99	307348.50
<b>2. Other Income</b>	<b>1665.92</b>	2103.60	2192.38	<b>5137.97</b>	4220.03	6394.46
<b>3. Total income ( 1 + 2 )</b>	<b>140587.65</b>	108677.98	112652.11	<b>350921.74</b>	196497.02	313742.96
<b>4. EXPENSES</b>						
(a) Cost of materials consumed	<b>72645.26</b>	57999.02	50039.30	<b>185067.44</b>	88174.23	141341.69
(b) Purchases of Stock-in-Trade	<b>546.98</b>	822.68	1051.48	<b>2076.59</b>	2416.07	2916.22
(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	<b>(3980.58)</b>	(6786.56)	255.33	<b>(17221.47)</b>	451.63	4424.11
(d) Employee benefits expense	<b>8971.63</b>	8523.15	8381.42	<b>25117.57</b>	15892.70	23916.91
(e) Finance costs	<b>4018.10</b>	3793.38	5319.18	<b>13444.52</b>	13533.71	19889.28
(f) Depreciation and amortization expense	<b>2941.81</b>	2806.43	2664.20	<b>8362.59</b>	5270.78	7866.60
(g) Other expenses	<b>42913.56</b>	34482.80	33498.97	<b>107495.34</b>	61685.51	96225.79
<b>Total expenses</b>	<b>128056.76</b>	101640.90	101209.88	<b>324342.58</b>	187424.63	296580.60
<b>5. Profit / (Loss) before tax ( 3 - 4 )</b>	<b>12530.89</b>	7037.08	11442.23	<b>26579.16</b>	9072.39	17162.36
<b>6. Tax expense:</b>						
Current tax	<b>3044.48</b>	1464.28	2647.48	<b>6715.00</b>	2647.48	4906.21
Deferred tax	<b>(30.15)</b>	133.63	434.42	<b>(434.45)</b>	(630.06)	(614.02)
Related to earlier year	-	-	-	-	-	(225.47)
<b>7. Profit / (Loss) for the period ( 5 - 6 )</b>	<b>9516.56</b>	5439.17	8360.33	<b>20298.61</b>	7054.97	13095.64
<b>8. Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to profit or loss						
a) Remeasurements of the defined benefit plans	<b>26.33</b>	26.32	(3.82)	<b>78.99</b>	(2.12)	114.63
b) Equity instruments through other comprehensive income	-	0.27	(0.24)	<b>(0.06)</b>	41.19	2504.14
(ii) Income tax relating to items that will not be reclassified to profit or loss	<b>(6.63)</b>	(6.69)	1.02	<b>(19.87)</b>	(8.89)	(38.28)
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Other Comprehensive Income for the period (net of tax)</b>	<b>19.70</b>	19.90	(3.04)	<b>59.06</b>	30.18	2580.49
<b>9. Total Comprehensive Income for the period ( 7 + 8 )</b>	<b>9536.26</b>	5459.07	8357.29	<b>20357.67</b>	7085.15	15676.13
<b>10. Paid-up equity share capital (Face value - Re. 1/-) ##</b>	<b>5946.06</b>	5946.06	5946.06	<b>5946.06</b>	5946.06	5946.06
<b>11. Other equity excluding revaluation reserve</b>						357742.15
<b>12. Earnings per equity share of par value of Re. 1 each.</b>						
(1) Basic (Rs.)	1.60	0.91	1.41	3.41	1.49	2.55
(2) Diluted (Rs.)	1.60	0.91	1.41	3.41	1.49	2.55

## After incorporating the impact of Equity shares issued in lieu of the scheme of arrangement w.e.f. October 01, 2020.

\*\* Based on Restated Financial statements after incorporating the impact of the scheme of arrangement.



**Notes:**

1. The above standalone financial results which have been prepared in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated July 5, 2016, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 14, 2022. These results have been subjected to Limited Review by the Statutory Auditors.
2. The Company operates mainly in one business segment viz. Pipes and all other activities revolve around the main business.
3. Due to delay in grant of forest, environment and other clearances from various authorities and execution of mining lease of an area of 192.50 ha. by the State Government of Jharkhand for iron and manganese ores at Dirsumburu in Kodilabad Reserve Forest, Saranda of West Singhbhum, Jharkhand, the validity period of letter of intent granted in this respect expired on January 11, 2017. The Company filed a writ petition before the Hon'ble High Court at Jharkhand on January 10, 2017, praying inter-alia for direction for grant of said lease in favour of the Company. The Hon'ble High Court in its order while observed, being not averse in granting relief with respect to cut off date, admitted the said petition and fixed the case for further hearing and adjudication. Pending decision of the Hon'ble High Court, Rs. 3531.30 lakhs so far incurred in connection with these Mines/related facilities, have been carried forward under respective heads of fixed assets, capital work in progress and advances.
4. In pursuance of the Order dated September 24, 2014 issued by the Hon'ble Supreme Court of India (the Order) followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice (legislative department) dated October 21, 2014 (Ordinance) for implementing the Order, allotment of Parbatpur coal block (coal block/mines) to the Company which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance, the Company was allowed to continue the operations in the said block till March 31, 2015. Accordingly, the said block had been handed over to Bharat Coking Coal Limited (BCCL) as per the direction from Coal India Ltd. (CIL) with effect from April 01, 2015 and the same has been subsequently allotted to Steel Authority of India Limited (SAIL). The company also understand that the SAIL has handed over back the said coal block to the custody of BCCL.

Following a petition filed by the Company, the Hon'ble High Court at Delhi had pronounced its judgement on March 09, 2017. Accordingly based on the said judgement, the Company has claimed Rs.153176.00 lakhs towards compensation against the said coal block, acceptance whereof is awaited. Aggrieved due to delay in acceptance of claim and on a petition filed by the Company, the Hon'ble High Court had directed the Nominated Authority appointed under Ministry of Coal to determine the compensation. Earlier the Nominated Authority had upheld its decision of compensation already paid and the same was set aside by the Hon'ble High Court with a direction to the Nominated authority to reconsider. The Nominated authority further passed an order dated 11.11.2019 awarding an additional compensation of Rs. 180 lakhs and with a further direction to re-determine the value of certain assets by the appropriate authority. The newly appointed Nominated Authority had appointed a valuer to determine the value of those specified assets as per the direction of Nominated Authority dated 11.11.2019 and the process of valuation is under progress as per the available information. The company has also approached the newly appointed Nominated Authority/ Ministry of Coal to reconsider the compensation determined by the previous Nominated Authority and also exploring other possibilities.

Pending finalisation of the matter as above;

- (i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Company has continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;
- (ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs has been considered as other recoverable under current assets; and
- (iii) Compensation of Rs. 8312.34 lakhs so far received and net realisations/claims against sale of assets, advances, input credits etc. amounting to Rs. 2083.63 lakhs have been adjusted.

Disclosure as per Indian Accounting Standard and adjustments arising with respect to above will be given effect to on final acceptance/settlement of the claim.

5. The Company holds 198,01,000 equity shares of Rs. 10/- each in Electrosteel Steels Limited (ESL) out of which 173,34,999 equity shares of Rs. 10/- each amounting to Rs. 3612.61 lakhs have been pledged with the consortium of lenders of ESL. The notices issued by the consortium of lenders of ESL for invocation of pledge of company's investment was set aside by the Hon'ble High Court at Calcutta in the earlier year. The plea of the company for release of such pledge is pending before the Hon'ble Court. During the quarter the company has further sold 2,20,000 equity shares (unpledged) of ESL and a gain of Rs. 86.13 lakhs on sale of shares has been grouped under other income.

Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the company, situated at Elavur, Tamilnadu, were mortgaged to a lender of ESL and the lender had subsequently assigned the right of the said property to a third party although the claims of the said lender were fully settled by the ESL as per the Resolution Plan approved by NCLT, Kolkata. Further the third party had taken the symbolic possession of the said land in an earlier year. The Company had disputed the assignment by the lender and filed an appeal before the Commercial Appellate, Hon'ble Madras High Court to decide the appropriate forum where the company can file the suit for release of such property. The Hon'ble Madras High Court had directed the company to file an application at Debt Recovery Tribunal (DRT) for reversing SARFESI Actions (i.e. symbolic possession) and then come back to Civil Court for release of the land title deeds. On the filing of the Special Leave Petition before the Hon'ble Supreme Court to decide the appropriate authority, the apex court has also directed the company to file an application under SARFESI Act with DRT Chennai to further decide upon the various aspects of the matter. The Company has filed the necessary application before DRT Chennai and the matter is pending.

Pending finalization of the matter, these assets have been carried forward at their carrying book value.





6. As reported earlier, the Railway Authorities had withdrawn the permission of operation of Railway siding under construction which is situated at Haldia, West Bengal. The company has claimed the compensation from the Railway Authorities for the amount incurred for the said siding which was denied and the matter is under arbitration based on the direction of Hon'ble High Court at Calcutta. Pending arbitration proceedings, the company had recognised a charge of Rs. 2318.35 lakhs during the earlier years. During the quarter, the Company has charged off the balance amount of Rs. 1778.11 lakhs as an abundant precaution and grouped under other expenses. However the Company continues to pursue its claim with the Railway Authorities.
7. The Company's operations and financial results for the first quarter in the previous year were adversely impacted due to stoppage of operation for more than two months full lockdown due to outbreak of covid 19 pandemic. During the earlier quarter ended June 30, 2021, few state governments had imposed certain restrictions due to surge in covid 19 cases, however there was no significant impact on the company's operation/result. In view of the above, the results for the nine month ended December 31, 2021 is not strictly comparable with the comparative nine month ended December 31, 2020.
8. The National Company Law Tribunal (Cuttack Bench) vide its order dated December 09, 2021 has approved the scheme of Arrangement between the Company and Srikalahasthi Pipes Limited (SPL) whereby SPL has been merged with the company w.e.f. October 01, 2020 i.e. the Appointed Date. Necessary filings with the Registrar of the Companies, Cuttack was made on December 31, 2021 and the scheme became effective from the Appointed Date. In view of the above, the previous periods presented in the results have been restated to give impact of the scheme as if the merger of SPL had occurred from the beginning of the appointed date in line with the clarification issued by the Ministry of Corporate Affairs vide circular no. 09/2019 dated August 21, 2019. The merger has been accounted for on the basis of Pooling of Interest method by merging the assets and liabilities at their book values appearing in the books of SPL as at the opening of the Appointed Date. Further in view of merger of SPL with effect from October 1, 2020, the results of nine months ended December 31, 2021 are not strictly comparable with the comparative period. The difference between the current reported numbers in the results with the previously reported numbers for the same quarter/period are solely on account of inclusion of SPL results for the respective quarter/period.
9. The production capacity of Ductile Iron Pipe (DIP) of Srikalahasthi works was increased from 3 lakh MTPA to 4 lakh MTPA w.e.f August 12, 2021 on the installation and commissioning of new Blast Furnace.
10. Previous period figures have been further regrouped/rearranged wherever necessary, to conform to current period's classification in order to comply with the requirements of amended Schedule III to the Companies Act, 2013 effective from April 01, 2021.

Kolkata  
February 14, 2022



For ELECTROSTEEL CASTINGS LIMITED

**Umang Kejriwal**  
Managing Director  
(DIN: 000065173)



**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To,  
The Board of Directors,  
Electrosteel Castings Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Electrosteel Castings Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the 'Group'), for the quarter ended December 31, 2021 and year to date from April 1, 2021 to December 31, 2021 ("the Statement") attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'), read with SEBI's Circular No. CIR/CFD/CMD1 /44/2019 dated March 29, 2019 ('the Circular').
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors in their meeting held on February 14, 2022, 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 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India read with the Circular. 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 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. 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:

Name of the Subsidiaries	
Electrosteel Trading S.A. Spain	Electrosteel Algeria SPA
Electrosteel Castings Gulf FZE	Electrosteel Castings (UK) Limited
Electrosteel Doha for Trading LLC	Electrosteel USA, LLC
Electrosteel Brasil Ltd. Tubos e Conexoes Duteis	WaterFab LLC (acquired 100% share capital through wholly owned subsidiary Electrosteel USA, LLC)
Electrosteel Bahrain Holding Company S.P.C	Electrosteel Bahrain Trading W.L.L (Subsidiary of Electrosteel Bahrain Holding Company S.P.C)
Electrosteel Europe S.A.	
Name of the Joint Venture Companies	
North Dhadhu Mining Company Private Limited (Refer note 10 below)	Domco Private Limited (Refer note 11 below)

5. Attention is drawn to the following notes of the accompanying results:

- a) Note no. 4 in respect to cancellation of coal block allotted to the parent company in earlier years and non-recognition of the claims receipt thereof & non-carrying of any adjustment in the books of accounts for the reasons stated in the note. Pending finalisation of the matter & as the matter is sub judice, disclosures as per Indian Accounting standard will be given effect on final settlement of the matter & the balances appearing in the books of accounts in respect to such coal block have been carried forward at their carrying cost and disclosed as capital work in progress, property plant & equipment, inventories and other heads of account. The impact and consequential adjustment thereof are not presently ascertainable.
- b) Note No. 5 in respect to parent company's investment amounting to Rs. 3612.61 lakhs in Electrosteel Steels Limited (ESL), the pledge of which was invoked by the lenders of ESL and the same has been set aside by the Hon'ble High Court at Calcutta. The plea of the parent company to release the pledge is pending before the Hon'ble High Court at Calcutta. Further the Land of Elavur plant of the parent company which is mortgaged in favour of a Lender of ESL, who has assigned their rights to another entity and the symbolic possession has been taken in the earlier years, has been disputed by the parent company as enumerated in the note. Above exposures have been carried forward at their existing carrying value & no impairment has been provided in respect to above and the impact of which is not presently ascertainable.

*Impacts with respect to (a) & (b) above are presently not ascertainable and as such cannot be commented upon by us.*

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors and management certified accounts referred to in paragraph 7 and 8 below, we report that, *excepting the possible effect of the matters stated in paragraph 5 above*, 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 applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation read with Circular, including the manner in which it is to be disclosed, or that it contains any material mis-statement.



7. We did not review the interim financial results & other financial information in respect of one subsidiary located outside India included in this unaudited consolidated financial results, whose interim financial results reflects total assets of Rs. 50208.09 lakhs as at December 31, 2021, total revenue of Rs. 19809.46 Lakhs & Rs. 49341.36 Lakhs, total net profit / (loss) after tax of Rs. (440.95) Lakhs & Rs. 80.29 Lakhs and total comprehensive income of Rs. (272.37) Lakhs & Rs. 169.34 Lakhs for the quarter & nine months ended December 31, 2021 respectively, as considered in the unaudited consolidated financial results. These interim financial results have been reviewed by the other auditor and whose report have been furnished to us by the management. Our conclusion 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 auditor 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 matter.
8. The accompanying statement also includes the interim financial results & other financial information of ten subsidiaries (including two step down subsidiaries) whose interim financial results reflects total assets of Rs. 41874.23 lakhs as at December 31, 2021, total revenues of Rs. 15789.00 Lakhs & Rs. 43231.43 Lakhs, total net profit after tax of Rs. 925.16 Lakhs & Rs. 2073.82 Lakhs and total comprehensive income of Rs. 975.60 Lakhs & Rs. 2256.88 Lakhs for the quarter & nine months ended December 31, 2021 respectively, which have not been reviewed by their auditors and have been certified by the management of the respective subsidiaries. According to the information and explanations given to us by the management of the parent, these interim financial results are not material to the group. Our conclusion on the accompanying statement is not modified in respect of the above matter.
9. The above-mentioned subsidiaries are located outside India whose interim financial results have been prepared in accordance with the accounting principles generally accepted in their respective countries and have been reviewed by their auditors, wherever stated above, under generally accepted auditing standards applicable in their respective countries. The Parent's management has converted the interim financial results of these subsidiaries from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Parent company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors / management certified accounts and the conversion adjustments prepared by the management of the Parent company and reviewed by us.
10. In view of the investments in North Dhadhu Mining Company Private Limited, a Joint Venture of the Parent Company, being fully provided in the books, the results of North Dhadhu Mining Company Private Limited has not been incorporated in the consolidated results.
11. As stated in Note No. 7 of the unaudited consolidated financial results, the financial statements of Domco Private Limited, a joint venture, have not been consolidated in the results, due to non availability of the Statements as required in terms of IND AS-28 on "Investments in Associates and Joint Ventures".



For Singhi & Co.  
Chartered Accountants  
Firm's Registration No. 302049E

(Gopal Jain)  
Partner

Membership No. 059147  
UDIN: 22059147ABZEVY3679



**ELECTROSTEEL CASTINGS LIMITED**  
CIN: L27310OR1955PLC000310

Registered Office : Rathod Colony, Rajgangpur, Sundergarh, Odisha 770 017  
Tel. No.:+91 06624 220 332; Fax:+91 06624 220 332  
Corporate Office: 19, Camac Street, Kolkata 700 017  
Website: www.electrosteel.com  
E-mail: companysecretary@electrosteel.com

(Rs. in lakhs)

**STATEMENT OF UNAUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31/12/2021**

Particulars	3 months ended 31/12/2021	Preceding 3 months ended 30/09/2021	Corresponding 3 months ended in the previous year 31/12/2020	Year to date figures for current period ended 31/12/2021	Year to date figures for previous period ended 31/12/2020	Year to date figures for previous year ended 31/03/2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited) ** Restated
1. Revenue From Operations	143267.95	116538.24	116253.33	369495.30	224254.74	347056.22
2. Other Income	1759.28	2127.76	2407.84	5457.25	3583.90	5240.98
3. <b>Total Income ( 1 + 2 )</b>	<b>145027.23</b>	<b>118666.00</b>	<b>118661.17</b>	<b>374952.55</b>	<b>227838.64</b>	<b>352297.20</b>
4. <b>EXPENSES</b>						
(a) Cost of materials consumed	72645.25	57999.03	49842.47	185067.44	91198.35	144267.56
(b) Purchases of Stock-in-Trade	3472.13	3058.98	4366.39	9554.50	9157.84	12496.66
(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(9396.91)	(6167.27)	(2267.04)	(22289.85)	3806.16	6835.72
(d) Employee benefits expense	10722.65	10184.24	8665.92	30183.54	20389.40	30083.19
(e) Finance costs	4209.30	4038.39	5540.97	14193.62	14451.59	20836.43
(f) Depreciation and amortization expense	2731.92	2926.59	2788.60	8410.49	5832.78	8999.27
(g) Other expenses	47653.25	38330.15	38099.22	119662.47	73171.09	109956.99
<b>Total expenses</b>	<b>132037.59</b>	<b>110370.11</b>	<b>107036.53</b>	<b>344782.21</b>	<b>218007.21</b>	<b>333475.82</b>
5. <b>Profit / (Loss) before exceptional items and tax ( 3 - 4 )</b>	<b>12989.64</b>	<b>8295.89</b>	<b>11624.64</b>	<b>30170.34</b>	<b>9831.43</b>	<b>18821.38</b>
6. Exceptional Item	-	-	-	-	(24423.40)	(24423.40)
7. <b>Profit / (Loss) before tax ( 5+ 6 )</b>	<b>12989.64</b>	<b>8295.89</b>	<b>11624.64</b>	<b>30170.34</b>	<b>(14591.97)</b>	<b>(5602.02)</b>
8. Tax expense:						
Current tax	3231.88	1518.70	2714.24	7068.56	3077.00	5507.40
Deferred tax	(236.81)	150.29	435.16	(681.50)	(1287.22)	(1260.94)
Related to earlier year	325.32	-	-	325.32	-	(225.47)
9. <b>Profit/(Loss) after tax (7-8)</b>	<b>9669.25</b>	<b>6626.90</b>	<b>8475.24</b>	<b>23457.96</b>	<b>(16381.75)</b>	<b>(9623.01)</b>
10. Add:-Share of Profit/(Loss) in Associate (Net)	-	-	-	-	541.65	541.65
11. <b>Profit/(Loss) for the period (9+10)</b>	<b>9669.25</b>	<b>6626.90</b>	<b>8475.24</b>	<b>23457.96</b>	<b>(15840.10)</b>	<b>(9081.36)</b>
12. <b>Profit/(Loss) for the period attributable to:</b>						
- Owners of the Company	9663.08	6621.97	8461.10	23434.94	(15863.43)	(9119.89)
- Non-Controlling Interest	6.17	4.93	14.14	23.02	23.33	38.53
13. <b>Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to profit or loss						
a) Remeasurements of the defined benefit plans	26.33	26.33	(3.82)	78.99	(2.12)	114.63
b) Equity instruments through other comprehensive income	-	0.27	(0.24)	(0.06)	41.19	2504.14
(ii) Income tax relating to items that will not be reclassified to profit or loss	(6.63)	(6.69)	1.02	(19.87)	(8.89)	(38.28)
B (i) Items that will be reclassified to profit or loss						
- Foreign currency translation differences	219.02	213.82	261.31	272.11	406.59	153.42
(ii) Income tax relating to item that will be reclassified to profit or loss	-	-	-	-	-	-
C Share of Other Comprehensive Income in Associate (Net of tax)	-	-	-	-	(2.88)	(2.88)
<b>Other Comprehensive Income (net of tax)</b>	<b>238.72</b>	<b>233.73</b>	<b>258.27</b>	<b>331.17</b>	<b>433.89</b>	<b>2731.03</b>
14. <b>Other Comprehensive Income attributable to:</b>						
- Owners of the Company	238.72	233.73	258.27	331.17	433.89	2731.03
- Non-Controlling Interest	-	-	-	-	-	-
15. <b>Total Comprehensive Income for the period</b>	<b>9907.97</b>	<b>6860.63</b>	<b>8733.51</b>	<b>23789.13</b>	<b>(15406.21)</b>	<b>(6350.33)</b>
16. <b>Total Comprehensive Income attributable to:</b>						
- Owners of the Company	9901.80	6855.70	8719.37	23766.11	(15429.54)	(6388.86)
- Non-Controlling Interest	6.17	4.93	14.14	23.02	23.33	38.53
17. <b>Paid-up equity share capital (Face value - Re. 1/-) ##</b>	<b>5946.06</b>	<b>5946.06</b>	<b>5946.06</b>	<b>5946.06</b>	<b>5946.06</b>	<b>5946.06</b>
18. <b>Other equity excluding revaluation reserve</b>						36656.71
19. <b>Earnings per equity share of per value of Re. 1 each.</b>						
(1) Basic (Rs.)	1.63	1.11	1.42	3.94	(3.35)	(1.78)
(2) Diluted (Rs.)	1.63	1.11	1.42	3.94	(3.35)	(1.78)

## After incorporating the impact of Equity shares issued in lieu of the scheme of arrangement w.e.f. October 01, 2020.

\*\* Based on restated consolidated financial statements after incorporating the impact of scheme of arrangement.



**Notes:**

1. The above consolidated financial results which have been prepared in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), have been reviewed by the the Audit Committee and approved by the Board of Directors at their meeting held on February 14, 2022. These consolidated results have been subjected to Limited Review by the Statutory Auditors of the group.
2. The group operates mainly in one business segment viz. Pipes and all other activities revolve around the main business.
3. Due to delay in grant of forest, environment and other clearances from various authorities and execution of mining lease of an area of 192.50 ha. by the State Government of Jharkhand for iron and manganese ores at Dirsumburu in Kodilabad Reserve Forest, Saranda of West Singhbhum, Jharkhand, the validity period of letter of intent granted in this respect expired on January 11, 2017. The parent company filed a writ petition before the Hon'ble High Court at Jharkhand on January 10, 2017, praying inter-alia for direction for grant of said lease in favour of the parent company. The Hon'ble High Court in its order while observed, being not averse in granting relief with respect to cut off date, admitted the said petition and fixed the case for further hearing and adjudication. Pending decision of the Hon'ble High Court, Rs.3531.30 lakhs so far incurred in connection with these Mines/related facilities, have been carried forward under respective heads of fixed assets, capital work in progress and advances.
4. In pursuance of the Order dated September 24, 2014 issued by the Hon'ble Supreme Court of India (the Order) followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice (legislative department) dated October 21, 2014 (Ordinance) for implementing the Order, allotment of Parbatpur coal block (coal block/mines) to the parent Company which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance, the parent Company was allowed to continue the operations in the said block till March 31, 2015. Accordingly, the said block had been handed over to Bharat Coking Coal Limited (BCCL) as per the direction from Coal India Ltd. (CIL) with effect from April 01, 2015 and the same has been subsequently allotted to Steel Authority of India Limited (SAIL). The parent company also understand that the SAIL has handed over back the said coal block to the custody of BCCL.

Following a petition filed by the parent Company, the Hon'ble High Court at Delhi had pronounced its judgement on March 09, 2017. Accordingly based on the said judgement, the parent Company has claimed Rs.153176.00 lakhs towards compensation against the said coal block, acceptance whereof is awaited. Aggrieved due to delay in acceptance of claim and on a petition filed by the parent Company, the Hon'ble High Court had directed the Nominated Authority appointed under Ministry of Coal to determine the compensation. Earlier the Nominated Authority had upheld its decision of compensation already paid and the same was set aside by the Hon'ble High Court with a direction to the Nominated authority to reconsider. The Nominated authority further passed an order dated 11.11.2019 awarding an additional compensation of Rs. 180 lakhs and with a further direction to re-determine the value of certain assets by the appropriate authority. The newly appointed Nominated Authority has appointed a valuer to determine the value of those specified assets as per the direction of Nominated Authority dated 11.11.2019 and the process of valuation is under progress as per the available information. The parent Company has also approached the newly appointed Nominated Authority/ Ministry of Coal to reconsider the compensation determined by the previous Nominated Authority and also exploring other possibilities.  
Pending finalisation of the matter as above;

- (i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the parent company has continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;
- (ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs has been considered as other recoverable under current assets; and
- (iii) Compensation of Rs. 8312.34 lakhs so far received and net realisations/claims against sale of assets, advances, input credits etc. amounting to Rs. 2083.63 lakhs have been adjusted.

Disclosure as per Indian Accounting Standard and adjustments arising with respect to above will be given effect to on final acceptance/settlement of the claim.

5. The parent company holds 198,01,000 equity shares of Rs. 10/- each in Electrosteel Steels Limited (ESL) out of which 173,34,999 equity shares of Rs. 10/- each amounting to Rs. 3612.61 lakhs have been pledged with the consortium of lenders of ESL. The notices issued by the consortium of lenders of ESL for invocation of pledge of company's investment was set aside by the Hon'ble High Court at Calcutta in the earlier year. The plea of the parent company for release of the pledge is pending before the Hon'ble Court. Further during the quarter the parent company has further sold 2,20,000 equity shares (unpledged) of ESL and a gain of Rs. 86.13 lakhs on sale of shares has been grouped under other income.

Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the parent company, situated at Elavur, Tamilnadu, were mortgaged to a lender of ESL and the lender had subsequently assigned the right of the said property to a third party although the claims of the said lender were fully settled by the ESL as per the Resolution Plan approved by NCLT, Kolkata. Further the third party had taken the symbolic possession of the said land in an earlier year. The parent company had disputed the assignment by the lender and filed an appeal before the Commercial Appellate, Hon'ble Madras High Court to decide the appropriate forum where the company can file the suit for release of such property. The Hon'ble Madras High Court directed the company to file an application at DRT for reversing SARFESI Actions (i.e. symbolic possession) and then come back to Civil Court for release of the land title deeds. On the filing of the Special Leave Petition before the Hon'ble Supreme Court to decide the appropriate forum, the apex court has also directed the parent company to file an application under SARFESI Act with DRT Chennai to further decide upon the various aspects of the matter. The parent Company has filed the necessary application before DRT Chennai and the matter is pending.

Pending finalization of the matter, these assets have been carried forward at their carrying book value.



6. As reported earlier, the Railway Authorities had withdrawn the permission of operation of Railway siding under construction which is situated at Haldia, West Bengal. The parent company has claimed the compensation from the Railway Authorities for the amount incurred for the said siding which was denied and the matter is under arbitration based on the direction of Hon'ble High Court at Calcutta. Pending arbitration proceedings, the parent company had recognised a charge of Rs. 2318.35 lakhs during the earlier years. During the quarter, the parent Company has charged off the balance amount of Rs. 1778.11 lakhs as an abundant precaution and grouped under other expenses. However the Company continues to pursue its claim with the Railway Authorities.
7. The parent company has investment of Rs. 730.00 lakhs (including advance of Rs. 700.00 lakhs) in Domco Private Limited (DPL), and has joint control (proportion of ownership interest of the parent Company being 50%). The other Venturers had filed a petition before the Company Law Board, Principal Bench, New Delhi (CLB) on various matters including for forfeiture of the parent Company's investment in equity shares of the DPL. The parent Company had also inter alia filed an arbitration proceeding under Arbitration & Conciliation Act, 1996 against recovery of the said amount against which the ventures also filed their counter claims on the parent Company. The matter is sub judice before the NCLT. Pending final outcome of the above matter, the amounts in equity shares and advance have been fully provided for in the financial statements. The other venturers since not providing the financial statements of DPL, and thereby necessary disclosures could not be provided in these consolidated financial results.
8. The group's operations and financial results for the first quarter in the previous year were adversely impacted due to stoppage of operation in the significant part of the quarter due to outbreak of covid 19 pandemic. During the earlier quarter June 30, 2021, various governments where subsidiaries are based including India, had imposed certain restrictions due to surge in covid 19 cases, however there has been no significant impact on the group's operation/result. In view of the above, the group results for the nine month ended December 31, 2021 is not strictly comparable with the comparative nine month ended December 31, 2020.
9. The National Company Law Tribunal (Cuttack Bench) vide its order dated December 09, 2021 has approved the scheme of Arrangement between the parent Company and its subsidiary "Srikalahasthi Pipes Limited" (SPL) whereby SPL has been merged with the parent company w.e.f. October 01, 2020 i.e. Appointed Date. Necessary filings with the Registrar of the Companies, Cuttack was made on December 31, 2021 and the scheme became effective from the appointed date. In view of the above, the previous quarter/periods presented in the consolidated results have been restated to bring in line with the accounting prescribed as per the approved scheme, however the impact of such restatement on the group's results is not material. Further as reported in earlier quarters, SPL became the subsidiary of the Company w.e.f. September 18, 2020 and since then its results have been consolidated in line with the guidelines prescribed under Ind AS 110 "Consolidated Financial Statements". In view of the above, the group results of nine months ended December 31, 2021 are not strictly comparable with the comparative period.
10. The production capacity of Ductile Iron Pipe (DIP) of Srikalahasthi works was increased from 3 lakh MTPA to 4 lakh MTPA w.e.f. August 12, 2021 on the installation and commissioning of new Blast Furnace.
11. Previous period figures have been further regrouped/rearranged wherever necessary, to conform to current period's classification in order to comply with the requirements of amended Schedule III to the Companies Act, 2013 effective from April 01, 2021.

Kolkata  
February 14, 2022



For ELECTROSTEEL CASTINGS LIMITED

  
Umang Kejriwal  
Managing Director  
(DIN: 000065173)

