



Modern Steels Limited

CORPORATE OFFICE : 98-99, SUB CITY CENTRE, SECTOR 34, CHANDIGARH - 160 022 (INDIA)

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E-mail : info@modernsteels.com, CIN : L27109PB1973PLC003358

Ref: MSL/SECT/BSE/

Date: 11th August, 2018

M/s. BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai-400001

SUB: OUTCOME OF THE MEETING OF BOARD OF DIRECTORS

Dear Sirs,

We wish to inform you that the Company in its Board meeting held today, **Saturday, 11th August, 2018** at Chandigarh took the following decisions:

1. Approved the Un-Audited Financial Results for the quarter ended 30th June, 2018, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. Approved the Limited Review Report on the Un-Audited Financial result for the quarter ended 30th June, 2018, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. Approved the Notice of the 44th Annual General Meeting of the members of the Company and decided to convene the same on Saturday, 29th September, 2018 at 11:00 a.m. at the Registered Office of the Company at G.T. Road, Mandi Gobindgarh, Distt. Fatehgarh Sahib, Punjab - 147 301.
4. Fixed the date of Closure of Register of Members and share Transfer Books from 21st September, 2018 to 29th September, 2018.
5. To appoint NSDL, an electronic securities depository for the e-voting process.
6. Approved the Director's Report, Corporate Governance Report and Report on Management Discussion and Analysis for the financial year 2017-18.

Please note that the Board of Directors meeting commenced at 4:00 P.M. and concluded at 5:20 P.M. on 11th August, 2018. This is for your information and doing the needful.

Thanking you

Yours truly,
For Modern Steels Limited

HEENA GARG
AUTHORISED SIGNATORY

MODERN STEELS LIMITED
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2018

Rs. In lakhs

Particulars	Quarter ended			Year Ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
	Unaudited	Unaudited	Unaudited	Audited
Part I: Statement of Financial Results				
I Revenue from Operations	8,985	9,177	10,358	39,565
II Other Income	20	37	50	166
III . Total Income (I+II)	9,005	9,214	10,408	39,731
IV Expenses				
a) Cost of material consumed	4,976	4,537	5,090	20,171
b) Purchases of Stock - in - trade	561	479	367	2,087
c) Changes in inventory of finished goods and work in progress	274	542	(148)	430
d) Employees benefits expense	582	625	557	2,373
e) Finance Costs	3	44	41	179
f) Depreciation	136	131	135	541
g) Power and fuel	1,452	1,543	1,679	6,516
h) Excise Duty	-	-	1,146	1,146
i) Other expenditure	1,983	3,176	1,601	9,311
IV Total Expenses	9,967	11,077	10,468	42,754
V. Profit/(Loss) before Exceptional Items (III-IV)	(962)	(1,863)	(60)	(3,023)
VI. Exceptional items	-	-	-	-
VII. Profit / (Loss) from Ordinary Activities before tax (V-VI)	(962)	(1,863)	(60)	(3,023)
VIII. Tax expense:	-	-	-	-
IX. Profit / (Loss) for the period from continuing operations (VII-VIII)	(962)	(1,863)	(60)	(3,023)
X. Profit/Loss from discontinued operations	-	-	-	-
XI. Tax expenses of discontinued operations	-	-	-	-
XII. Profit / loss from discontinued operations (X-XI)	-	-	-	-
XIII. Net Profit/Loss for the period (XI-XII)	(962)	(1,863)	(60)	(3,023)
XIV Other Comprehensive Income	-	-	-	-
A Items that will not be reclassified to profit and loss	-	(225)	-	(225)
B Items that will be reclassified to profit and loss	-	-	-	-
XV Total Comprehensive Income for the period comprising profit/(loss) and other comprehensive Income for the period.	(962)	(2,088)	(60)	(3,248)
XVI. Paid-up equity share capital	1,440	1,440	1,440	1,440
XVII. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(5,736)
XVIII EPS after Extraordinary items for the period and for the				
i) Basic EPS	(6.99)	(13.54)	(0.44)	(21.97)
ii) Diluted EPS	(6.99)	(13.54)	(0.44)	(21.97)

For and on behalf of the Board of Directors



Rajesh Kumar Sinha

RAJESH KUMAR SINHA
Director (Operations)

DIN: 00556694

Place: Chandigarh
Date: 11th August, 2018

Notes to the Financial Results :

1. The Company is engaged only in the business of Steel Manufacturing which is the reportable segment in accordance with the requirements of Indian Accounting Standards (IndAS) – 108 on operating segments as prescribed under the Companies (Indian Accounting Standards) Rules 2015 as prescribed under Section 133 of the Companies Act, 2013.
2. The Company's accounts with lenders have become non-performing assets (NPA) hence interest amounting to Rs.691 lakhs has not been provided in the quarter under review. The financial results shall be affected to the same extent.
3. The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017 (transition date being 1st April, 2016) and accordingly, these financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules 2015 as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting generally accepted in India.
4. The Company has paid managerial remuneration amounting to Rs.18.22 lakhs to Directors without approval from Central Government. The Company undertakes that in case the approval is not received from the Central Government, the remuneration received by the Directors shall be refunded. The financial results shall be affected to the same extent.
5. Post implementation of Goods and Services Tax (GST) applicable with effect from 1st July, 2017, revenue from operations are required to be disclosed net of GST in accordance with the requirement of Ind-AS 18 and Schedule III of Companies Act, 2013. Consequently, revenue from operations for the quarter is not comparable with the previous corresponding quarter which was reported inclusive of Excise Duty. The following additional information is being provided to facilitate such understanding :

Particulars	Rs. In lakhs			
	3 Months ended			Year ended
	30.06.2018	31.03.2018	30.06.2017	31.03.2018
Net Sales/Income from operations	8985	9177	10358	39565
Less: Excise duty	--	--	1146	1146
Net sales excluding excise duty	8985	9177	9212	38419

6. The Company has incurred losses during the quarter ended 30th June, 2018. The Company's financial performance has been adversely affected due to continuously increase in the input cost like scarp and graphite electrode. The Company is trying to pass on the increase in input cost the customers which will result into improvement in the Company financial performance. The Company is also working to resolve the debts with lenders.

Considering the above developments and favorable impact thereof the Company has prepared the financial results on the basis of going concern assumption.



7. The financial results of Modern Steels Limited ('MSL', or 'the Company') were reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 11th August, 2018. The Statutory Auditors of the Company have carried out a limited review of the above financial results.
8. The figures of the preceding quarter ending 31st March, 2018 are the balancing figure between audited figures in respect of full previous financial year and the published year to date (Y2D) figures upto 31st December 2017. Also the figures upto the end of the third quarter were only reviewed and were not subject to audit.
9. The figures of the previous period have been reclassified /recasted/ regrouped wherever necessary to conform to current period's figures.

For and on behalf of the Board of Directors



Place: Chandigarh
Date: 11th August, 2018



RAJESH KUMAR SINHA
Director (Operations)
DIN: 00556694



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AARYAA & ASSOCIATES

CHARTERED ACCOUNTANTS

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LIMITED REVIEW REPORT

To,
The Board of Directors
Modern Steels Limited

1. We have reviewed the accompanying statement of un-audited financial results of **Modern Steels Limited** for the quarter ended 30th June 2018 prepared as per the applicable Indian Accounting Standards (Ind AS) being submitted by the company pursuant to the requirements of regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. This statement is the responsibility of the company's Management and has been approved by Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review 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 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.
3. 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 Indian Accounting Standards (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 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR AARYAA & ASSOCIATES
CHARTERED ACCOUNTANT


HARSHARANJIT SINGH CHAHAL
(Partner)
M No. 091689

Place: Chandigarh

Dated: 11th August 2018