



# SAL STEEL LIMITED

Admn. Office : Shah Alloys Corporate House, Sola - Kalol Road, Santej, Ta. Kalol, Dist. Gandhinagar- 382721  
Regd. Office : 5/1, Shreeji House, 5th Floor, Behind M.J.Library, Ashram Road, Ahmedabad- 6. India  
Phone : 02764 - 661100

**NOVEMBER 11<sup>th</sup>, 2019**

To,

Department of Corporate Service  
**Bombay Stock Exchange Ltd.**  
PhirozeJeejeebhoy Tower.  
Dalal Street,  
**Mumbai - 400 001**

Manager  
Listing Department  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, Plot No C/1, G-Block,  
Bandra – Kurla Complex, Bandra (E),  
**Mumbai – 400051**

**BSE Scrip Code: 532604**

**NSE Symbol – SALSTEEL**

**Sub: Board Meeting for considering Un-audited Financial Results for the Quarter and Half Year ended on 30.09.2019**



With reference to above, this is to inform that the Board of Directors of the Company in its meeting held today has considered the Unaudited Quarterly and Half Yearly Results along with Limited Review Report for the quarter and half year ended as on 30.09.2019. A copy of approved results along with Limited Review Report is enclosed for ready reference.

*[The aforesaid Board Meeting commenced at 08:00 p.m. and concluded at 8.45 p.m.]*

Kindly take the above on your record.

Thanking you.

Yours faithfully,  
**FOR SAL STEEL LIMITED**

**MR. MANISH DAULARI**  
Company Secretary & Compliance Officer

Encl: a/a

**CIN-L 29199GJ2003PLC043148**

# SAL S.A.L. STEEL LIMITED

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.

**UnAudited Financial Results for the Quarter and Half Year Ended as on 30th September 2019**

Sr No	Particulars	Rs. in Crores					
		Quarter Ended			Half year Ended		year Ended
		30-Sep-19 (Un Audited)	30-Jun-19 (Un Audited)	30-Sep-18 (Un Audited)	30-Sep-19 (Un Audited)	30-Sep-18 (Un Audited)	31-Mar-19 (Audited)
I	Revenue from operations	88.91	125.84	152.96	214.75	311.31	574.35
II	Other Operating Income	22.07	0.37	0.04	22.44	0.04	1.34
III	<b>Total Revenue (I + II)</b>	<b>110.98</b>	<b>126.21</b>	<b>153.00</b>	<b>237.19</b>	<b>311.35</b>	<b>575.69</b>
IV	<b>Expenses</b>						
	a) Cost of Materials consumed	60.93	98.45	104.64	159.38	196.04	390.24
	b) Changes in inventories of finished goods, work-in-progress	7.40	(2.25)	2.22	5.15	16.60	26.24
	c) Employee benefits expense	2.27	2.31	3.83	4.58	8.02	15.93
	d) Finance Costs	0.37	0.39	0.00	0.76	0.00	1.50
	e) Depreciation and amortisation expenses	1.88	1.88	1.96	3.76	3.91	7.80
	f) Consumption of stores & Spares	2.15	3.00	4.71	5.15	7.51	17.95
	g) Power Cost and cost of power generation	16.79	16.71	16.24	33.50	53.17	80.60
	h) Other Expenses	3.95	5.25	9.34	9.20	25.40	34.07
	<b>Total Expenses</b>	<b>95.74</b>	<b>125.74</b>	<b>142.94</b>	<b>221.48</b>	<b>310.65</b>	<b>574.33</b>
V	<b>Profit/ (Loss) before exceptional and extraordinary items and tax</b>	<b>15.24</b>	<b>0.47</b>	<b>10.06</b>	<b>15.71</b>	<b>0.70</b>	<b>1.36</b>
	Other Income	0.00	0.00	0.00	0.00	0.00	0.00
VI	Exceptional Item	0.00	0.00	0.00	0.00	0.00	(20.01)
VII	<b>Profit/ (Loss) After exceptional and extraordinary items and before tax</b>	<b>15.24</b>	<b>0.47</b>	<b>10.06</b>	<b>15.71</b>	<b>0.70</b>	<b>(18.65)</b>
VIII	Tax Expense						
	Current Tax	0.00	0.00	0.00	0.00	0.00	0.00
	Deferred Tax	0.11	0.21	4.42	0.32	3.03	2.95
IX	<b>Profit/ (Loss) for the period from continuing operations (VII-VIII)</b>	<b>15.13</b>	<b>0.26</b>	<b>5.64</b>	<b>15.39</b>	<b>(2.33)</b>	<b>(21.60)</b>
X	Profit / (Loss) from discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00
XI	Tax expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00	0.00
XII	<b>Profit/(Loss) from Discontinuing operations (after tax ) (X-XI)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
XIII	<b>Net (Loss) profit for the period (IX + XII )</b>	<b>15.13</b>	<b>0.26</b>	<b>5.64</b>	<b>15.39</b>	<b>(2.33)</b>	<b>(21.60)</b>
	Other Comprehensive income (Net of Tax)	0.01	0.02	0.04	0.03	0.08	0.06
XIV	<b>Total Comprehensive income/(Loss) (after tax)</b>	<b>15.14</b>	<b>0.28</b>	<b>5.68</b>	<b>15.42</b>	<b>(2.25)</b>	<b>(21.54)</b>
	Paid-up Equity Share Capital (Face Value of Rs.10/- each per share)	84.97	84.97	84.97	84.97	84.97	84.97
	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						(86.22)
XV	<b>Earnings per equity share :</b>						
	(1) Basic	1.78	0.03	0.66	1.81	(0.27)	(2.54)
	(2) Diluted	1.78	0.03	0.66	1.81	(0.27)	(2.54)

**Notes:**

- 1 The above Un audited results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at their respective meetings held on 11th November 2019. The Statutory Auditors have carried out a Limited Review of the Financial Results for the quarter ended on September 30, 2019.
- 2 Pursuant to the Taxation Laws (Amendment) Ordinance 2019, the Company has decided to opt for the reduced tax rate of 22%. Consequently, the current tax and deferred tax have been computed based on the revised rate which, inclusive of surcharge and cess, comes to 25.17%



3	The format for above results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circular dated July 5, 2016, IND AS and Schedule III [Division II] to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
4	Results for the quarter ended and Half Year ended as on 30.09.2019 have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (IND AS) notified by the Ministry of Corporate Affairs. The results for the quarters have been restated as per IND AS and are comparable on like to like basis.
5	Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.
6	The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Ind As 108, Operating Segment. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Ind As 108, Operating Segment. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Ind As 108, Operating Segment. Accordingly, compnay is not require to submit segment reporting.

For S.A.L. Steel Limited



*Rajendra V. Shah*

**Rajendra V. Shah**  
Chairman  
(DIN 00020904)

Place: Santej  
Date : 11-11-2019

**6. The Statement of Assets and Liabilities as at 30th September 2019**

Amount Rs In Crores

Sr. No.	Particulars	As at	As at
		30.09.2019 (Un Audited)	31.03.2019 (Audited)
<b>ASSETS</b>			
<b>1)</b>	<b>Non-current assets</b>		
a)	Property, Plant and Equipment	121.79	125.51
b)	Capital work-in-progress	30.08	10.77
c)	Other Intangible assets	0.06	0.06
d)	Financial Assets		
(i)	Trade receivables	3.51	2.88
(ii)	Loans	0.00	0.06
e)	Other non-current assets	4.78	4.54
<b>2)</b>	<b>Current assets</b>		
a)	Inventories	10.59	31.71
b)	Financial Assets		
(i)	Trade receivables	113.64	91.18
(ii)	Cash and cash equivalents	0.60	0.26
(iii)	Bank balances other than (ii) above	0	0
c)	Other current assets	20.23	15.88
	<b>TOTAL ASSETS</b>	<b>305.28</b>	<b>282.85</b>
<b>EQUITY &amp; LIABILITIES :</b>			
<b>EQUITY:</b>			
a)	Equity Share capital	84.97	84.97
b)	Other Equity	-70.82	-86.22
<b>LIABILITIES :</b>			
<b>1)</b>	<b>Non-Current Liabilities</b>		
a)	Financial Liabilities		
(i)	Borrowings	156.46	160.07
(ii)	Trade payables	2.11	1.40
(iii)	Other Financial Liabilities	0.44	0.44
b)	Provisions	0.86	0.86
c)	Deferred tax liabilities (Net)	19.06	18.72
d)	Other non-current liabilities	0.45	0.45
<b>2)</b>	<b>Current liabilities</b>		
(i)	Borrowings	0.20	2.40
(ii)	Trade payables	50.40	48.95
(iii)	Other financial liabilities	23.81	8.59
(iv)	Other current liabilities	30.44	33.35
(v)	Provisions	6.90	8.87
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>305.28</b>	<b>282.85</b>

FOR SAL STEEL LIMITED



Place: Santej  
Date : 11-11-2019

*Rajendra V. Shah*  
Rajendra V. Shah  
Chairman  
(DIN 00020904)

# SAL S.A.L. STEEL LIMITED

**CASH FLOW STATEMENT FOR THE YEAR ENDED 30<sup>th</sup> Sept 2019**  
(Pursuant to the listing Agreement with Stock Exchange)

(Amount Rs in Crores)

PARTICULARS	30-09-2019		31-03-2019	
	Amount in Rs.		Amount in Rs	
<b>NET PROFIT/(LOSS) BEFORE TAX</b>		15.75		(18.55)
<b>Add/(Less):</b>				
Depreciation and amortization expense	3.76		7.80	
Loss on sale of Assets	0.00		(0.01)	
Financial Cost	0.76		1.50	
Interest Income	0.00	4.52	(0.07)	9.22
		20.27		(9.33)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>				
Adjustments for:				
Trade and Other Receivables	(27.62)		(63.47)	
Inventories	21.12		44.33	
Trade Payables and other liabilities	12.51	6.01	24.58	5.44
<b>CASH GENERATED FROM OPERATIONS</b>		<b>26.28</b>		<b>(3.89)</b>
Less: Income Tax Paid		0		
<b>CASH FLOW BEFORE EXTRA ORDINARY ITEMS</b>		<b>26.28</b>		<b>(3.89)</b>
Add / (Less):				
Prior period items				
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>		<b>26.28</b>		<b>(3.89)</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Sale Proceeds of Assets	0.00		0.06	
Interest Income	0.00		0.07	
Impairment of CWIP	0.00		20.01	
Purchase of Fixed Assets	(0.04)		(5.66)	
Investment in Capital Work in Progress	(19.32)		(6.08)	
<b>NET CASH FLOW FROM INVESTING ACTIVITIES (B)</b>		<b>(19.36)</b>		<b>8.40</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Proceeds from Working Capital Loans	(5.80)		(4.94)	
Financial Expense	(0.76)		(1.50)	
Proceeds / (Repayment) from / to Loans and Advances	0.00		(0.23)	
<b>NET CASH FLOW FROM FINANCING ACTIVITIES (C)</b>		<b>(6.56)</b>		<b>(6.67)</b>
<b>NET INCREASE / DECREASE IN CASH &amp; CASH EQUIVALENTS(A+B+C)</b>		<b>0.34</b>		<b>(2.16)</b>
Cash & Cash Equivalent in the Beginning of the year		0.26		2.42
Cash & Cash Equivalent in the Closing of the year		0.60		0.26
<b>Note:</b>				
<b>Cash and Bank Balances:</b>		<b>As At Sept 30,2019</b>		<b>As At March 31,2019</b>
Balances with banks(in Current Accounts)		0.18		0.24
Cash on Hand		0.01		0.02
<b>Other bank balances:</b>				
Margin Money		0.41		0.00
<b>Total</b>		<b>0.60</b>		<b>0.26</b>

FOR SAL STEEL LIMITED

Place: Santej

Date : 11-11-2019



Rajendra V. Shah

Chairman  
(DIN 00020904)

**Independent Auditors Review Report on the Half yearly Unaudited Financial Results of the Company pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Review Report to **Board of Directors of**  
**SAL STEEL LIMITED,**  
**Ahmedabad.**

We have reviewed the accompanying statement of standalone unaudited financial results of **SAL STEEL LIMITED** (the "company") for the Half year ended 30<sup>th</sup> September 2019. (the "statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligations & Disclosure Requirements) Regulation, 2015, (the Regulation) as amended, read with SEBI circular No.CIR/CFD/CMD1/44/2019 dated March 29, 2019. (the Circular)

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013, as amended read with relevant rules issued there under and other accounting principles generally accepted in India, read with the circular is the responsibility of the Company's Management and approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the statement based on our review.

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 financial statements are 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



Based on our review as 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 Indian Accounting Standard ("Ind AS") as specified under Section 133 of Companies Act, 2013 as amended, read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular including the manner in which it is to be disclosed, or that it contains any material misstatement

### **EMPHASIS MATTER**

1. The financial results describes about the Non disclosure of Reportable Segments as required under Indian Accounting Standard — 108 'Operating Segments'. As IND AS 108 Operating Segments mandates the disclosure requirements there is no impact on the financial results due to non disclosure.

Our opinion is not modified in respect of the above matters

### **OTHER MATTERS**

- I) Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.
- II) The closing stock as at 30.09.2019 is as taken, valued and certified by the Management.

Our Conclusion is not modified in respect of other matters.

Date: 11/11/19

Place: Ahmedabad



For Parikh & Majmudar  
Chartered Accountants  
FRNNO 107525W

  
C.A Dr Hiten Parikh  
PARTNER  
M.No. 40230

UDIN:19040230AAAALY4736