



# Prakash Steelage Ltd.

Manufacturer & Exporters of Stainless Steel Welded, Pipes, Tubes & U-Tubes  
An ISO 9001-2008, ISO 14001-2004, OHSAS 18001-2007, PED Certified Company

June 25, 2021

To,  
The Manager,  
**BSE Limited,**  
Listing Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400 001

To,  
The Manager,  
**National Stock Exchange of India Limited,**  
Listing Compliance Department,  
Exchange Plaza, Bandra - Kurla Complex,  
Bandra (E), Mumbai – 400 051.

Dear Sir/Madam,

**Scrip Code: 533239; Symbol: PRAKASHSTL**

**Sub.: Outcome of the Board Meeting of Prakash Steelage Limited ("the Company") held today i.e. Friday, June 25, 2021.**

**Ref.: 1. Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;**

**2. Notice of the Board Meeting of the Company dated June 18, 2021.**

Please be informed that the Board of Directors of the Company at its meeting held today i.e. Friday, June 25, 2021, at the registered office of the Company, has *inter alia* considered and approved the following .:

1. Approved the Audited Financial Results (Standalone) of the Company along with Auditors' Report for the quarter and year ended March 31, 2021, which has been duly reviewed and recommended by the Audit Committee;
2. Approved the Appointment of M/s. S. Anantha & Ved LLP (LLPIN AAH-8229), Practicing Company Secretaries, as the Secretarial Auditors of the Company for financial year 2021-22.
3. Took note of the fact that Mr. Amish Parmar a Proprietor of M/s. Amish Parmar & Associates, Cost Accountants (Firm Registration No.: 100502) of the Company has expired due to Covid and expressed its deepest condolences.

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Registered Office:

101, 1<sup>st</sup> Floor, Shatrunjay Apartment, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai – 400 004.  
TEL.: +91-22-66134500; FAX.: +91-22-66134599; E-MAIL : [marketing@prakashsteelage.com](mailto:marketing@prakashsteelage.com), Web :  
[www.prakashsteelage.com](http://www.prakashsteelage.com)

Registered Office :

101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai - 400 004. (India)

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4. Approved vesting the powers to Executive Committee to engage/appoint any professional for the maintenance of cost audit records/conducting cost audit.
5. Approved the Appointment of M/s. Luniya & Co., (Firm Registration Number 129787W), Chartered Accountants, as Internal Auditors of the Company for the financial year 2021-22.

The meeting commenced at 01.00 p.m. and concluded at 3.45 p.m.

The above information is also hosted on the website of the Company. ([www.prakashsteelage.com](http://www.prakashsteelage.com)).

Kindly take the same on your record.

Thanking You,

Yours faithfully,  
For **Prakash Steelage Limited**



**Ashok Seth Mafatlal**  
**Director & CFO**  
**(DIN: 00309706)**

Address: 101, 1<sup>st</sup> Floor, Shatrunjay Apartment,  
28, Sindhi Lane, Nanubhai Desai Road,  
Mumbai - 400 004

**Encl.:**

- 1) Statement on Impact of Audit Qualification;
- 2) Audited Financial Results (Standalone) of the Company along with the Auditors' Report thereon for the quarter and financial year ended March 31, 2021;
- 3) Statement of Assets and Liabilities for the year ended March 31, 2021;
- 4) Brief Profile of M/s. S. Anantha & Ved LLP (LLPIN AAH-8229), Secretarial Auditors; and
- 5) Brief Profile of M/s. Luniya & Co., Internal Auditors.

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## ANNEXURE I

### Statement on Impact of Audit Qualifications

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021. [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]</b>				
I.	Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs In lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs In lakhs)
	1.	Turnover /Total income	2,537.71	2,537.71
	2.	Total Expenditure	2,799.53	2,799.53
	3.	Net Profit/(Loss) before Exceptional Item and Tax	(261.82)	(261.82)
	4.	Earnings Per Share	2.90	2.90
	5.	Total Assets	2,984.83	2,984.83
	6.	Total Liabilities	2,984.83	2,984.83
	7.	Net Worth	(21,767.25)	(21,767.25)
	8.	Any other financial item(s) (as felt appropriate by the management) Exceptional items	4736.94	4736.94
II.	<b>Audit Qualification:</b>  <b>A. Details of Audit Qualification:</b> The account of the company with its Consortium Banks has turned Non-Performing Asset on various dates in the previous Financial Years. In view of uncertainty, the company has not provided interest including penal interest and other dues for the year ended March, 2021 on its borrowings, to the extent the same have remained unpaid. The impact of the same on the loss for the year and its consequent effect on the Liabilities and Reserve and Surplus is not ascertainable.  <b>B. Type of Audit Qualification :</b> Qualified Opinion  <b>C. Frequency of qualification:</b> Appeared Fifth time  <b>D. Management's View:</b> Due to adverse condition in steel industries on account of drastic fall in the prices of steel the Company has been suffering losses since couple of years which is impacting the net worth of the Company. Loan account had been classified as NPA by the consortium of the banks and Company is not generating revenue to service the loans. Hence in view of uncertainty the Company has not provided interest including penal interest and other dues for the year on borrowings, to the extent the same have remained unpaid.			

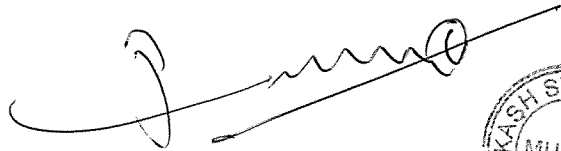
III.

**Audit Qualification:**

- A. **Details of Audit Qualification:** The Company has accumulated losses resulting in erosion of Net worth. These conditions may cast doubt about the company's ability to continue as a going concern. However, the statement of audited financial results of the Company has been prepared on a going concern basis.
- B. **Type of Audit Qualification :** Qualified Opinion
- C. **Frequency of qualification:** Appeared Fifth time
- D. **Management's View:** The erosion of net worth of the Company should not be constituted as doubt on the continuity of the Company as going concern. The steel industries in on the revival path. The Company is in the process of coming out of the crisis through business restructuring and financial arrangement. Further, three lenders have sanctioned One Time Settlement (OTS) for an overall amount of INR 90.00 Crores, subject to the conditions of timely payment of the agreed OTS amount and other standard terms as mentioned in the OTS sanction letters. Company has already paid INR 50,61,54,142 to the lenders against the above OTS sanction on 31st March, 2021.

**Signatories:**

- **CEO/Managing Director**



- **CFO**



- **Audit Committee Chairman**



- **Statutory Auditor**



**Place:** Mumbai

**Date:** 25<sup>th</sup> June, 2021

## INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS

To The Members of Prakash Steelage Limited  
(CIN: L27106MH1991PLC061595)

### Qualified Opinion

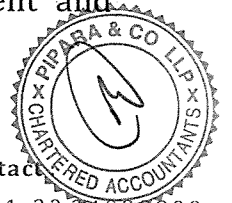
We have audited the accompanying statements of audited financial results of Prakash Steelage Limited ("the Company") for the quarter ended March 31, 2021 and result for the year ended 31<sup>st</sup> March, 2021 ("Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the basis for qualified opinion,

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended
- ii. gives a true and fair view in conformity with the applicable Indian accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

### Basis for Qualified Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.



**Mumbai Office :**  
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'E' Wing, 'A' Block Kamala Mills,  
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Mumbai - 400013 India.

**Corporate Office :**  
Pipara Corporate House,  
Near Gruh Finance,  
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Gujarat India.

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- (a) The Company has accumulated losses resulting in erosion of Net Worth and has incurred net cash losses in the previous Financial Years. These conditions may cast doubt about the company's ability to continue as a going concern. However, the Ind AS financial Statement of the Company has been prepared on a going concern basis. (Refer Note No.4)

This matter was also qualified in our report on the financial results for the year ended March, 2020.

- (b) The account of the company with its Consortium Banks has turned Non-Performing Asset on various dates in the previous Financial Years. In view of uncertainty, the company has not provided interest including penal interest and other dues for the year ended March 2021 on its borrowings, to the extent the same have remained unpaid. The impact of the same on the loss for the year and its consequent effect on the Liabilities and Reserve and Surplus is not ascertainable. However, the lenders have sanctioned one time settlement for an overall amount of INR 90 Crores against which Company has already paid INR 50.61 Crores to the lenders. Kindly refer point (a) of emphasis of matter paragraph for detailed note on one time settlement.

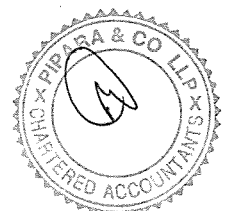
This matter was also qualified in our report on the financial results for the year ended March, 2020.

### Emphasis of Matter

We draw your attention to:

- (a) Note no. 6 of statement of the audited financial results stating that as per the sanction of One Time Settlement (OTS) offer by all the consortium banks for Rs. 90 crores, the Company has already paid the first tranche of Rs. 50.62 crores leaving the balance of Rs. 39.38 crores.

Further, as on March 31, 2021; the total bank borrowings of above lenders is appearing at INR 217.85 crores, against the said outstanding, the bank had approved OTS amount of INR 90.00 crores. As per management assessment, the differential portion of borrowing i.e. INR 127.85 crores will be accounted as income (remission of bank liability) in the financial year in which the Company will make full and final payment towards the sanctioned OTS amount along with the fulfilment of other conditions mentioned therein and receipt of No-dues certificate from these lenders.



- (b) We draw attention to Note 7 of the accompanying audited financial results, as regards to management's evaluation of uncertainties relating to COVID-19 and its consequential effect on the carrying value of the assets as at March 31, 2021 and the operations of the Company.
- (c) We draw attention to Note 8 of the accompanying audited financial results which states that the Company has sold its investment in Tubacex Prakash India Private Limited of 32,47,000 shares of face value of INR 10 each amounting to INR 3,24,70,000. The Company has received the total consideration against these shares is INR 50,61,54,142 from Tubacex S.A. Spain as per the terms of Share purchase agreement dated 30<sup>th</sup> March, 2021. Accordingly, the Company had disclosed an amount of INR 47,36,94,942 as exceptional income in the accompanying audited financial results for the quarter and year ended March, 2021.
- (d) Note no 9 of statement of the audited financial result stating that, during the quarter ended March, 2021; Company has written off the outstanding receivable balance amounting to INR 46.65 Crores against which the provision for bad and doubtful debts was already made through profit and loss account during the year ended March, 2017. Considering the long outstanding receivable and the decision of the Board of Directors, Company is writing off such receivable.
- (e) Note no 10 of statement of the audited financial result stating that, during the quarter ended March, 2021; Company has recalculated the deferred tax liability on the basis of balance sheet approach and accordingly, reversed the excess deferred tax liability in the accompanying audited financial results for the quarter and year ended March, 2021.
- (f) Company had made payments on behalf of vendors to certain other parties, for which balance confirmation and tri partite agreement was not made available to us for our review.
- (g) Some of the balances of Trade Receivables, Deposits, Loans and Advances, Advance received from customers and Trade payable are subject to confirmation from the respective parties and consequential reconciliation/adjustment arising there from, if any.

Our Conclusion is not modified in respect of these matters.



## Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- a. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures





responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls,
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- d. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- f. Obtain sufficient appropriate audit evidence regarding the Annual Financial results of the company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matter

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**FOR, PIPARA & CO LLP**

CHARTERED ACCOUNTANTS  
FRN No. 107929W/W100219



A handwritten signature in black ink, appearing to read "Bhawik Madrecha".

**Bhawik Madrecha**

Partner

M. No. 163412

Date: 25<sup>th</sup> June, 2021

Place: Mumbai

UDIN: 21163412AAAAS9867

**PRAKASH STEELAGE LIMITED**

CIN : L27106MH1991PLC061595      Tel. No. : 022 66134500,      Fax No. : 022 66134599  
Registered Office : 101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai-400 004

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST MARCH, 2021**

(Amount in Lakhs)

Particulars	Quarter Ended			Year Ended	
	31.03.2021 (UnAudited)	31.12.2020 (UnAudited)	31.03.2020 (UnAudited)	31.03.2021 (Audited)	31.03.2020 (Audited)
<b>1 Income</b>					
a) Revenue from Operations	895.32	637.56	807.79	2,446.62	3,250.44
b) Other Income	9.50	18.05	45.24	91.09	75.48
<b>Total Income</b>	<b>904.82</b>	<b>655.62</b>	<b>853.03</b>	<b>2,537.71</b>	<b>3,325.92</b>
<b>2 Expenses</b>					
a) Cost of materials consumed	443.50	633.39	600.36	1,577.99	2,019.86
b) Purchase of traded goods	121.78	35.77	48.80	288.65	111.90
c) Change in inventories of finished goods, work in progress and stock in trade	215.95	(43.10)	(86.79)	88.86	(149.94)
d) Employee benefits expense	42.09	54.00	50.96	198.58	204.67
e) Finance Costs	5.02	3.30	0.85	13.10	4.86
f) Depreciation and Amortization	32.54	36.67	43.85	151.70	202.03
g) Consumption of Stores and Spares	36.14	25.33	34.67	105.62	125.49
h) Other expenditure	106.52	81.89	227.09	375.03	575.15
<b>Total Expenses</b>	<b>1,003.54</b>	<b>827.26</b>	<b>919.79</b>	<b>2,799.53</b>	<b>3,094.02</b>
<b>3 Profit/(Loss) before Exceptional Items (1-2)</b>	<b>(98.72)</b>	<b>(171.64)</b>	<b>(66.76)</b>	<b>(261.82)</b>	<b>231.90</b>
<b>4 Exceptional Item Prior Period income / (loss)</b>	4,736.94 (44.67)	- -	(24.25) -	4,736.94 (44.67)	(316.06) -
<b>5 Profit/(Loss) from Ordinary Activities before Tax (3+4)</b>	<b>4,593.55</b>	<b>(171.64)</b>	<b>(91.01)</b>	<b>4,430.45</b>	<b>(84.16)</b>
<b>6 Tax Expense</b>					
Current Tax	-	-	-	0.26	-
Deferred Tax	(645.75)	-	5.65	(645.75)	5.65
Income Tax for earlier years	-	-	-	-	(66.02)
	<b>(645.75)</b>	<b>-</b>	<b>5.65</b>	<b>(645.49)</b>	<b>(60.37)</b>
<b>7 Net Profit/(Loss) from Ordinary Activities after Tax (5-6)</b>	<b>5,239.30</b>	<b>(171.64)</b>	<b>(96.66)</b>	<b>5,075.94</b>	<b>(23.79)</b>
<b>8 Other Comprehensive Income</b>					
(i) Items that will not be reclassified to profit or loss (net of tax)	(6.96)	(0.42)	3.00	(8.21)	(1.67)
<b>9 Total Comprehensive Income (7+8)</b>	<b>5,232.34</b>	<b>(172.06)</b>	<b>(93.66)</b>	<b>5,067.73</b>	<b>(25.46)</b>
<b>10 Paid-up Equity Share Capital (Face value of Re.1/- per share)</b>	<b>1,750.00</b>	<b>1,750.00</b>	<b>1,750.00</b>	<b>1,750.00</b>	<b>1,750.00</b>
<b>11 Basic and Diluted Earning per Share (Rs.)</b>	<b>2.99</b>	<b>(0.10)</b>	<b>(0.06)</b>	<b>2.90</b>	<b>(0.01)</b>



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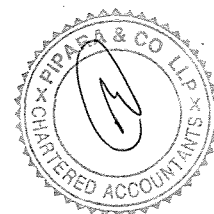
**STATEMENT OF ASSET AND LIABILITIES AS AT 31ST MARCH, 2021**

(Amount in Lakhs)

Pariculras	As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
<b>A ASSETS</b>		
<b>1 NON-CURRENT ASSET</b>		
a) Property, Plant & Equipment	942.72	1,081.54
b) Financial Asset		
i) Investment	-	324.70
ii) Other financial asset	11.19	11.19
c) Non-Current Tax Asset (Net)	9.94	32.71
d) Other non-current asset	19.89	15.98
<b>Sub-total: Non-Current Asset</b>	<b>983.74</b>	<b>1,466.12</b>
<b>2 CURRENT ASSET</b>		
a) Inventories	965.50	1,124.87
b) Financial Assets		
i) Trade Receivable	601.04	890.93
ii) Cash and Cash Equivalent	25.99	6.20
iii) Bank Balance other than (iii) above	38.11	29.23
iv) Loans	3.46	0.97
v) Other financial asset	59.13	60.74
c) Other Current Asset	307.86	206.63
<b>Sub-total: Current Asset</b>	<b>2,001.09</b>	<b>2,319.56</b>
<b>TOTAL ASSETS</b>	<b>2,984.83</b>	<b>3,785.68</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 SHAREHOLDER'S FUND</b>		
a) Equity Share Capital	1,750.00	1,750.00
b) Other Equity	(23,517.25)	(28,584.97)
<b>Sub-total: Shareholder's Fund</b>	<b>(21,767.25)</b>	<b>(26,834.97)</b>
<b>2 NON-CURRENT LIABILITIES</b>		
a) Deferred Tax Liabilities (net)	47.86	693.60
b) Provisions	41.13	39.82
<b>Sub-total: Non-Current Liabilities</b>	<b>88.99</b>	<b>733.42</b>
<b>3 CURRENT LIABILITIES</b>		
a) Financial Liabilities		
i) Borrowings	19,233.20	24,294.74
ii) Trade Payable		
- Total outstanding due of Micro and Small	28.32	9.19
- Total outstanding due other than Micro and Small	4,859.80	5,102.04
iii) Other financial liabilities	1.37	1.57
b) Other Current Liabilities	522.87	461.35
c) Provisions	17.53	18.35
<b>Sub-total: Current Liabilities</b>	<b>24,663.09</b>	<b>29,887.23</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,984.83</b>	<b>3,785.68</b>



<b>PRAKASH STEELAGE LIMITED</b>				
CIN : L27106MH1991PLC061595 Tel. No. : 022 66134500, Fax No. : 022 66134599				
<b>CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021</b>				
Particulars	For the year ended 31st March, 2021 Amount in INR Lakhs		For the year ended 31st March, 2020 Amount in INR Lakhs	
<b>A: CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit/(Loss) before Taxation		4,430.45		(84.16)
Adjustments for :				
Depreciation and amortization	151.70		202.03	
Loss/(Profit) on sale of Fixed Assets (net)	0.74		1.29	
Discount/ claim received	(0.03)		-	
Finance Cost	21.77		4.86	
Interest Income	(1.02)		(2.54)	
Sundry Balances Written back/Off (Net)	13.49		-	
Unrealized foreign exchange fluctuation	(69.14)		182.39	
Exceptional income on sale of investment	(4,736.94)		-	
Export Incentives	(58.39)		(26.48)	
		<b>(4,677.83)</b>		<b>361.55</b>
Operating Profit / (Loss) Before Working Capital changes		<b>(247.38)</b>		<b>277.39</b>
Changes in Working Capital :				
Increase / (Decrease) in trade payable		(153.94)		(1,437.88)
Increase / (Decrease) in other financial liabilities		(0.20)		(0.25)
Increase / (Decrease) in provisions		0.49		10.67
Increase / (Decrease) in other current liabilities		61.52		(52.91)
(Increase) / Decrease in trade receivables		334.79		342.49
(Increase) / Decrease in inventories		159.37		(422.56)
(Increase) / Decrease in current financial assets		1.61		302.70
(Increase) / Decrease in other current assets		(112.60)		774.41
(Increase) / Decrease in non current financial assets		18.86		(1.60)
		<b>309.90</b>		<b>(484.94)</b>
<b>Cash generated from Operations</b>		<b>62.53</b>		<b>(207.55)</b>
Direct Taxes paid / (Refund) & OCI		(8.47)		221.43
Deferred Tax (expense)/ income		-		-
<b>Net Cash inflow/(outflow) from Operating Activities (A)</b>		<b>54.06</b>		<b>13.87</b>
<b>B: CASH FLOW FROM INVESTING ACTIVITIES</b>				
Purchase in Fixed Assets		(14.25)		(25.87)
Sales in Fixed Assets		0.62		2.22
Sale of Investment		5,061.64		-
Interest received		1.02		2.54
<b>Net Cash inflow/(outflow) from Investing Activities (B)</b>		<b>5,049.03</b>		<b>(21.11)</b>
<b>C: CASH FLOW FROM FINANCING ACTIVITIES</b>				
Proceeds/(Repayment) of Short Term Loans from Banks (net)		(5,061.53)		10.63
Finance Cost		(21.77)		(4.86)
<b>Net Cash inflow/(outflow) from Financing Activities (C)</b>		<b>(5,083.30)</b>		<b>5.77</b>
<b>(A+B+C)</b>		<b>19.79</b>		<b>(1.47)</b>
<b>Net Increase / (Decrease) in Cash and Cash equivalents</b>		<b>19.79</b>		<b>(1.47)</b>
Cash and Cash equivalents at the beginning of the year		6.20		7.67
<b>Cash and Cash equivalents at the end of the year</b>		<b>25.99</b>		<b>6.20</b>

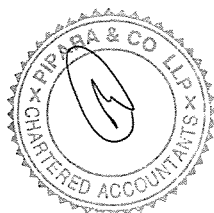


**Notes :**

- 1 The Statement of financial result has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and the recognised accounting practices and policies to the extent applicable.
- 2 The abovestatementof financial results has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 25th June, 2021. The figures for the year ended March 31st, 2021 are subject to audit by the statutory auditor.
- 3 The company has identified Manufacturing of Stainless Steel Tubes & Pipes business as its primary reporatble segment in accordance with the requirement of Ind AS 108, "Operating Segment". Accordingly, no Separate segment information has been provided.
- 4 Even though the net worth of the Company has eroded for past few years, The accounts have been prepared on going concern basis as the steel industry is on the revival path. The Company is in the process of coming out of the crisis through business restructuring and financial arrangement.
- 5 The loan account of the Company with its consortium banks has become Non Performing Assets (NPAs). Company is not generating revenue to service the loans. Hence in view of uncertainty the Company has not provided interest including penal interest and other dues for the period on borrowings, to the extent the same have remained unpaid.
- 6 As per the sanction of our One Time Settlement (OTS) offer by all the consortium banks for Rs. 90 crores, the Company has already paid the first tranche of Rs. 50.62 crores leaving the balance of Rs. 39.38 crores.

Further, as on March 31, 2021; the total bank borrowings of above lenders is appearing at INR 217.85 crores, against the said outstanding, the bank had approved OTS amount of INR 90.00 crores. As per management assessment, the differential portion of borrowing i.e. INR 127.85 crores will be accounted as income (remission of bank liability) in the financial year in which the Company will make full and final payment towards the sanctioned OTS amount along with the fulfilment of other conditions mentioned therein and receipt of No-dues certificate from these lenders.

- 7 Company has considered the possible effect that may result from the pendemic relating to COVID- 19 on the carrying amount of receivables and inventory. In developing the assumption relating to the possible future uncertainties in the global economic conditions beacuse of this pandemic, the company, as at the date of approval of these financial statements has used internal and external sources of information including credit report and related information and economic forecaste. The company has performed sensitivity analysis on the assumptions used and based on current estimates expectes the carrying amount of these assets will be recovered. The impact of COVID- 19 on the company's financials statements may differ from that estimated as at the date of approval of these financial results.
- 8 Company has sold its investment in Tubacex Prakash India Private Limited of 32,47,000 shares of face value of INR 10 each amounting to INR 3,24,70,000. The Company has received the total consideration against these shares is INR 50,61,54,142 from Tubacex S.A. Spain as per the terms of Share purchase agreement dated 30th March, 2021. Accordingly, the Company had disclosed an amount of INR 47,36,94,942 as exceptional income in the accompanying audited financial results for the quarter and year ended March, 2021.
- 9 Company has written off the outstanding receivable balance amounting to INR 46.65 Crores against which the provision for bad and doubtful debts was already made through profit and loss account during the year ended March, 2017.
- 10 During FY 2020-21; Company has recalculated the deferred tax liability on the basis of balance sheet approach and accordingly, reversed the excess deferred tax liability in the accompanying audited financial results for the quarter and year ended March, 2021.
- 11 The figures for the quarter ended 31st March, 2021 and 31st March, 2020 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the relevant financial year.
- 12 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.



Place : Mumbai  
Date : 25.06.2021

For Prakash Steelage Limited

Ashok M Seth  
CFO & Executive Director  
DIN : 00309706





# Prakash Steelage Ltd.

Manufacturer & Exporters of Stainless Steel Welded, Pipes, Tubes & U-Tubes  
An ISO 9001-2008, ISO 14001-2004, OHSAS 18001-2007, PED Certified Company

## PROFILE

<b>Name of the LLP</b>	<b>S. ANANTHA &amp; VED LLP (LLPIN: AAH- 8229)</b> <b>Company Secretaries</b>
<b>Address</b>	<b>C-316, 3<sup>rd</sup>Floor, Nirmal Avior Galaxy, LBS Marg, Mulund(West), Mumbai – 400080</b>
<b>Contact</b>	<b>o Cell: 70 45 65 66 25</b> <b>o Phone: 2591 3041</b> <b>o e-mail: <a href="mailto:gains108@vahoo.com">gains108@vahoo.com</a></b>
<b>Designated Partners</b>	<b>1. Mr. Sachin Sharma (DIN:08441791 )</b> <b>2. Mr. Dinesh Trivedi (DIN:08065117)</b>

<b>DETAILS OF THE LLP</b>	
<b>Team of Professional working with the LLP</b>	Mr. Dinesh Trivedi, B.Com., ACS (Designated Partner of LLP) Mr. Sachin Sharma, B.Com., ACS (Designated Partner of LLP) Mr. Anantha Rama Subramanian, BBA, FCS, LLB Mrs. Jayanthi A. Subramanian, B.Com., ACA, ICWA Mr. Mahesh Salpe, B.Com., CS- Executive
<b>Nature of activities of the LLP</b>	A) Petition to High Courts/NCLT with respect to Amalgamation and merger of companies, winding-up of companies, Demerger and reduction of capital of the company.  B) Advisory Services relating to Public Issues (Initial Public Offers & Rights Issues – associated with around 180 IPOs and listing with the stock exchanges BSE & NSE and other Regional Stock Exchanges), Preferential Issues, Take-overs, Buy-backs, Implementation of ESOP, Listing / Delisting of shares with Stock Exchanges and Corporate Governance.  C) Filing of returns with respect to creation/modification and satisfaction of charges with the Registrar of Companies, obtaining registration documents, Preparation of Search Report etc;  D) Incorporation of Private, Public Limited Companies, Limited Liability Partnership, Conversion of LLP to Companies, creation and satisfaction of Charges, Change of name for various companies.  E) Petitions to Regional Director for shifting of Registered Office and to Company Law Board for Compounding of Offences under Companies Act, condonation of delay in filing returns of

Registered Office :

101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai - 400 004. (India)

Tel.: +91-22-66134500, Fax : +91-22-66134599, Email : [marketing@prakashsteelage.com](mailto:marketing@prakashsteelage.com), Web : [www.prakashsteelage.com](http://www.prakashsteelage.com)

	<p>creation / modification/ satisfaction of charges, Inspection / denial of inspection of statutory records;</p> <p>F) Certification of Annual Return and transfers of Unpaid Dividend etc. various companies to Central Government / Investor Education and Protection Fund &amp; under the Listing Agreement of the Stock Exchanges.</p> <p>G) Remittance of proceeds to Foreign Companies on sale of shares /Refund of excess share application amount subsequent to allotment. Compliances under FEMA with respect to Foreign Direct Investments and incorporation of subsidiaries abroad.</p> <p>H)Compliance Certificate, Corporate Governance and other certifications under Listing Agreement and Secretarial Audit Report, in terms of Companies Act, Listing Agreement and SEBI Regulations.</p> <p>I) Obtaining approval from Registrar of Companies for Red Herring Prospectus and Prospectus</p> <p>J) Scrutinizing Postal Ballot and e-Voting in AGM/EGM</p> <p>K) Legal / Financial Advisory services on all corporate / commercial laws, providing all legal services viz.</p> <ul style="list-style-type: none"><li><input type="checkbox"/> Joint Venture Agreement, FIPB and SIA compliances</li><li><input type="checkbox"/> Trade Mark, Copy Rights, and other Commercial Laws</li><li><input type="checkbox"/> ECB conversion and other FEMA compliances</li><li><input type="checkbox"/> Court, Tribunal matters for Commercial Laws.</li></ul>
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Thanking You,

Yours faithfully,

For PRAKASH STEELAGE LIMITED



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**Ashok Seth Mafatlal**  
Director & CFO  
(DIN: 00309706)





# Prakash Steelage Ltd.

Manufacturer & Exporters of Stainless Steel Welded, Pipes, Tubes & U-Tubes  
An ISO 9001-2008, ISO 14001-2004, OHSAS 18001-2007, PED Certified Company

## BRIEF PROFILE

M/s **Luniya & Company** has begun its journey in 2009 by Mr. Akshay Luniya (C.A., B. Com., F.C.A, DISA). The firm registration No. is 100502 and having its corporate office at Mumbai. The Firm specializes in providing services like Statutory, Management/Internal Audits, Accounting and Financial Services, Management Consultancy Services, Taxation Services, etc.

Kindly take the same on your record.

Thanking You,

Yours faithfully,

For **PRAKASH STEELAGE LIMITED**

**Ashok Seth Mafatlal**  
**Director & CFO**  
**(DIN: 00309706)**

Registered Office :

101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai - 400 004. (India)

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