



SHAH ALLOYS LTD.

Corp. 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 | E-mail : info@shahalloys.com

30.07.2020

To,

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

BSE Scrip Code: 513436

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

Sub: Outcome of Board Meeting held on 30.07.2020

Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, read with circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/110 dated June 26, 2020, we are pleased to inform you that the Board of Directors of the company in its meeting held today have considered and taken on record the Audited Financial Results for the quarter and year ended on 31.03.2020 duly reviewed by the Audit Committee. We enclose the same in the prescribed form duly signed along with the Audit Report and Statement on Impact of Audit Qualification.

Please note that the trading window for dealing in securities of the Company continues to remain closed as intimated to you in our letter dated June 30, 2020.

Further, in compliance with Regulation 30 of SEBI (LODR) Regulations, 2015 we also wish to state that the following business items *inter alia* have been transacted by the Board at today's meeting:

1. Audited Annual Accounts of the Company for the financial year ended March 31, 2019 subject to the adoption of shareholders in ensuing Annual General Meeting.
2. Re-constitution of the Audit Committee of the Company w.e.f. 01.08.2020 as below:

Sr. No.	Name of Members of the Committee	Designation
1.	Mr. G. M. Shaikh, Independent Director	Chairman
2.	Mrs. Shefali M. Patel, Independent Director	Member
3.	Mr. R. V. Shah, Non-Exec. Director	Member

3. Re-constitution of the Nomination and Remuneration Committee of the Company w.e.f. 01.08.2020 as below:

Sr. No.	Name of Members of the Committee	Designation
1.	Mr. G. M. Shaikh, Independent Director	Chairman
2.	Mr. Shefali M. Patel, Independent Director	Member
3.	Mr. R. V. Shah, Non-Exe. Director	Member



CIN - L27100GJ1990PLC014698

4. Re-constitution of the Stakeholders Relationship Committee of the Company w.e.f. 01.08.2020 as below:

Sr. No.	Name of Members of the Committee	Designation
1.	Mr. G. M. Shaikh, Independent Director	Chairman
2.	Mr. Shefali M. Patel, Independent Director	Member
3.	Mr. Ashok Sharma, Executive Director	Member

5. Considered and approved other general business as per the agenda of the said meeting.

[The aforesaid Board Meeting commenced at 06:30 p.m. and concluded at 7:30 p.m.]

Kindly take the above on record.

Thanking you,

Yours faithfully,
for Shah Alloys Limited



Vinay Mishra
Company Secretary & Compliance Officer



Encl.: As mentioned above

SAL SHAH ALLOYS LIMITED

Regd Off : 5/1, Shreeji House, B/h M.J. Library, Ashram Road, Ahmedabad - 380 006

CIN : L27100GJ1990PLC014698 WWW.SHAHALLOYS.COM

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

Amount (Rs In Crores)

	Particulars	QUARTER ENDED			YEAR ENDED	
		31/03/2020	31/12/2019	31/03/2019	31/03/2020	31/03/2019
		(Audited)	(Un Audited)	(Audited)	(Audited)	(Audited)
I	Revenue from Operations	117.57	110.38	184.11	489.34	570.02
II	Other Operating Income	0.27	0.17	3.57	0.97	6.64
	Other Non Operating Income	0.00	0.00	0.00	0.00	0.00
III	Total Revenue (I + II)	117.84	110.55	187.68	490.31	576.66
IV	Expenses					
	(a) Cost of materials consumed	80.67	79.68	118.42	357.53	430.89
	(b) Changes in inventories of finished goods, work-in-progress	(8.89)	8.48	22.10	0.68	(29.88)
	(c) Employee benefits expense	4.56	6.28	5.58	21.12	20.08
	(d) Finance costs	0.11	0.05	0.09	0.45	0.10
	(e) Depreciation and amortisation expense	3.25	3.24	3.25	12.98	13.01
	(f) Consumption of Stores & Spares	24.77	41.34	17.87	97.66	59.90
	(g) Power cost	6.37	13.83	14.73	46.71	74.51
	(h) Other Expenditure	6.23	7.18	4.21	21.35	13.77
	Total Expenses (a) to (h)	117.07	160.08	186.25	558.48	582.38
V	Profit / (Loss) Before exceptional and extraordinary items and tax (III - IV)	0.77	(49.53)	1.43	(68.17)	(5.72)
VI	Exceptional Item	0.00	91.98	0.00	91.98	0.00
VII	Profit / (Loss) after exceptional and before extraordinary items and tax (V+VII)	0.77	42.45	1.43	23.81	(5.72)
VIII	Current Tax	(3.32)	3.32	0.00	0.00	0.00
	Deferred Tax	8.54	36.44	8.87	28.47	(13.24)
IX	Net Profit / (Loss) for the period from continuing operations (VII -VIII)	(4.45)	2.69	(7.44)	(4.66)	7.52
X	Profit / (Loss) From discontinuing operations	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
XII	Profit / (Loss) From discontinuing operations (after tax) (X-XI)	0.00	0.00	0.00	0.00	0.00
XIII	Net (Loss) profit for the period (IX - X)	(4.45)	2.69	(7.44)	(4.66)	7.52
XIV	Items not reclassified to Profit and loss Other comprehensive income Net of Tax	0.10	0.01	(0.16)	0.13	0.04
XV	Other Comprehensive income that will be reclassified in P & L	(2.21)	(1.60)	(5.03)	(9.83)	(6.78)
	Total comprehensive income Net of Tax	(2.11)	(1.59)	(5.19)	(9.70)	(6.74)
XVI	Total Income after Comprehensive income	(6.56)	1.10	(12.63)	(14.36)	0.78
	Earnings per equity share:					
XVII	Paid-up equity share capital (Equity shares having face value of Rs. 10/- each)	19.80	19.80	19.80	19.80	19.80
XVIII	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					(170.56)
XIX	Earnings per share (of Rs. 10/- each) (not annualised)					
	(1) Basic	(2.25)	1.36	(3.76)	(2.35)	3.80
	(2) Diluted	(2.25)	1.36	(3.76)	(2.35)	3.80

16/3/2020



Notes:

- 1** The above Audited results were reviewed by the Audit Committee and approved by Board of Directors in the meeting held on 30th July, 2020
- 2** 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.
- 3** The management expects that the loss of allowance if any as per Expected credit loss Method on the financial assets will not be material enough in the year ended March 31, 2020 and hence, the Management has not given effect of the same in the financial results .
- 4** The management expects that the impact of "Effective Interest Method" to the Finance cost as per the Requirement of IND AS 109 on the financial Results will not be material enough in the year ended 31st March, 2019 and hence, the Management has not given effect of the same in the financial results .
- 5** The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
- 6** Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.
- 7** The outbreak of COVID-19 pandemic globally and in India is causing significant disturbance and slow down of economic activity, COVID 19 has caused interruption in production, supply chain disruption, unavailability of personnel, etc. during last week of March, 2020 and thereafter. The management of the Company has exercised due care in concluding significant accounting judgments and estimates in preparation of the financial results In assessing the recoverability of Trade receivables, the Company has considered subsequent recoveries, past trends, credit risk profiles of the customers and internal and external information available up to the date of issuance of these financial results. In assessing the recoverability of inventories, the Company has considered the latest selling prices, customer orders on hand and margins. Based on the above assessment, the Company is of the view that the carrying amounts of Trade receivables and inventories are expected to be realisable to the extent shown in the financial results The impact of COVID-19 may be different from the estimates as at the date of approval of these financial results and the Company will continue to closely monitor the development

Place : Santej
Date : 30-07-2020



for Shah Alloys Limited


K. S. Kamath
Jt. Managing Director
DIN : 00261544

SAL SHAH ALLOYS LIMITED

Registered Office: 5/1, Shreeji House, Behind M.J. Library, Ashram Road, Ahmedabad - 380 006

Standalone Statement of Assets and Liabilities

(Rs. In Crore)

PARTICULAR	As at 31/03/2020	As at 31/03/2019
	(Audited)	(Audited)
ASSETS		
1) Non-current assets		
a) Property, Plant and Equipment	106.20	119.18
b) Capital work-in-progress	9.01	9.01
c) Financial Assets		
(i) Investments	5.20	15.04
(ii) Trade receivables	0.00	0.00
(iii) Loans	0.00	0.00
d) Deferred tax assets (net)	196.49	225.03
e) Other non current assets	7.80	4.64
2) Current assets		
a) Inventories	85.29	125.11
b) Financial Assets		
(i) Trade receivables	24.14	28.56
(ii) Cash and cash equivalents	0.24	0.35
(iii) Loans	0.18	0.08
c) Other current assets	1.96	8.34
TOTAL ASSETS	436.51	535.34
EQUITY & LIABILITIES :		
EQUITY:		
a) Equity Share capital	19.80	19.80
b) Other Equity	(32.53)	(170.56)
LIABILITIES :		
1) Non-Current Liabilities		
a) Financial Liabilities		
(i) Borrowings	170.23	156.92
(ii) Trade payables	15.92	17.26
b) Provisions	1.51	1.38
c) Other non-current liabilities	0.00	0.00
2) Current liabilities		
a) Financial Liabilities		
(i) Borrowings	0.00	0.00
(ii) Trade payables	145.41	115.89
(iii) Other Financial liabilities	96.21	382.69
b) Other current liabilities	10.88	4.69
c) Provisions	9.08	7.27
Total Equity and Liabilities	436.51	535.34

16/04/20



SHAH ALLOYS LIMITED.

Standalone Cash Flow Statement for the year ended 31st March 2020

Amount Rs In Crores

Particulars	2019-20		2018-19	
CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before Tax		14.19		(12.42)
Adjustments for :				
Depreciation	12.98		13.01	
Interest expenses	0.45		0.10	
Interest Reversal	(91.98)		-	
Interest Income	(0.19)		(0.17)	
		(78.74)		12.94
Operating Profit Before Working Capital Changes		(64.55)		0.52
Adjustments for :				
Trade and other receivables	10.71		(23.29)	
Inventories	39.82		(40.68)	
Trade Payable and others (including non current liabilities)	36.31		69.03	
		86.84		5.06
Cash Generated From Operations		22.29		5.58
Direct Taxes Paid				-
Net Cash from Operating Activities before Extra Ordinary Items		22.29		5.58
Extra-ordinary Items				
Changes in non current assets	(3.16)		1.90	
Interest Reversal	91.98		-	
Provision for diminution in value of long term investments	9.83		6.78	
		98.65		8.68
Net Cash from Operating Activities after Extra Ordinary Items(A)		120.94		14.26
CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Fixed assets	-		(1.63)	
Sale of Fixed Assets	-		0.01	
Interest Income	0.19		0.17	
		0.19		(1.45)
Net Cash from Investing Activities(B)		0.19		(1.45)
CASH FLOW FROM FINANCING ACTIVITIES:				
Proceeds from Long Term and Short Term Borrowings (Net of Repayment)	(120.79)		(13.38)	
Interest Paid	(0.45)	(121.24)	(0.10)	(13.48)
Net Cash from Financing Activities(C)		(121.24)		(13.48)
Net Increase in Cash and Equivalent.(A+B+C)		(0.11)		(0.67)
Cash And Cash Equivalents as at the Beginning of the year		0.35		1.02
Cash And Cash Equivalents as at the Close of the year		0.24		0.35

K. S. Srinivas



**CHARTERED ACCOUNTANTS**

CA. (DR). HITEN PARIKH
M.Com., LL.B., FCA., PH.D.
CA. SANJAY MAJMUDAR
B.Com., LL.B., FCA

Independent Auditors' Report on Quarterly and Annual audited Standalone Ind AS Financial Results of M/s SHAH ALLOYS LIMITED Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

SHAH ALLOYS LIMITED

Report on audit of Standalone Ind AS Financial Results

Qualified Opinion

We have audited the accompanying Statement of Standalone Ind AS Financial Results of SHAH ALLOYS LIMITED (the "Company"), for the three months and year ended March 31, 2020 (the "Statement"), 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").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- b. gives a true and fair view in conformity with Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued there under and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the three months and year ended March 31, 2020.



Basis for Qualified Opinion

1. ***For the Year ending on 31st March ,2020, the company has discontinued to make the provision of interest on loans from banks and financial institutions (excluding on the settlement entered with ARCs for specific loans which are assigned to them and also on the loans which are time barred under the law of limitation).Had the company continued the said practice of making provision of interest on loans from banks and financial institutions for the year ended on 31st March, 2020, the loss for the year would have been higher by Rs 325.74 lacs and current liabilities would have been higher to that extent. (Refer Note No 33 of notes forming part of standalone IND AS financial statements)***

2. **The Company has not assessed the impact of Effective Interest Method to the finance cost as per the requirement of Ind AS 109 'Financial Instruments and hence, the effect of the same, if any, on the financial results is not identifiable therefore, we are unable to comment upon its impact on the Financial results for the year ended March 31, 2020.
(Refer Note No 43 of notes forming part of standalone IND AS financial statements)**

3. **The Company has not evaluated the provisioning requirement of a loss allowance on its financial assets so as to give impact of impairment if any as per the expected credit loss method as per the requirement of Ind AS 109 'Financial Instruments' and hence, the effect of the same if any on the Financial Results is not identifiable therefore. We are unable to comment upon its impact on the financial results for the year ended March 31, 2020. (Refer Note No 44 of notes forming part of standalone IND AS financial statements)**

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results



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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

- 1. On the basis of legal opinion obtained by the company, the Debt in respect of Foreign Currency Convertible Bonds (FCCB) of Rs 7237.88 lakhs and Non Convertible Debentures (NCD) of Rs 8000.00 lakhs being time barred under the limitation Act, 1963, and being regarded as no longer payable has been credited to capital reserve account in the Statement of Assets and Liabilities as at 31st March, 2020. In view of the management, there is no prescribed procedural requirement to be followed for seeking approval from the regulatory authorities for writing back of the FCCB amount as above. Further the Interest Liability of Rs 9198.20 lakhs being interest payable on Non Convertible Debentures has also been written back and has been shown as income in the Statement of Profit and loss and has been reflected as an Exceptional Item in the Statement of Profit and loss for the year ended on 31st March, 2020. *(Refer Note No 45 of notes forming part of standalone IND AS financial statements)***
- 2. The Company's current liabilities exceeded its current assets as at the previous year balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, in view of the management, the Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future and therefore the financial results of the Company have been prepared on a "going concern basis". *(Refer Note No 42 of notes forming part of standalone IND AS financial statements)***



3. We draw attention to Note 7 in the accompanying statement of quarterly and year to date standalone financial results of the Company which describes the management's assessment of the likely impact of uncertainties related to outbreak of COVID 19 global pandemic on the operations of the Company.

Our opinion is not modified on the above matters.

Managements Responsibilities for the Standalone Ind AS Financial Results

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), Profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. 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 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 standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Ind AS financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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



Auditors Responsibilities for the Audit of the Standalone Ind AS Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS financial statements as a whole are 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 Standards on Auditing 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 these standalone Ind AS financial statements

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone Ind AS financial statements, 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.
- 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 standalone Ind AS financial statement 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.

- Evaluate the overall presentation, structure and content of the standalone Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 standalone annual financial results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year 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.



Place: Ahmedabad
Date: 30-07-2020

For Parikh & Majmudar
Chartered Accountants
FR No. 107525W


[C.A (Dr) Hiten M. Parikh]
PARTNER

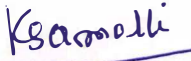

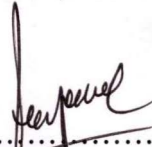

Membership No. 40230

UDIN: 20040230AAAAGA1056

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results – Shah Alloys Limited (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2015]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) ₹ In Cr.	Adjusted Figures (audited figures after adjusting for qualifications) ₹ In Cr.
	1.	Turnover / Total income	490.31	490.31
	2.	Total Expenditure	494.97	498.23
	3.	Net Profit/(Loss)	-4.66	-7.92
	4.	Earnings Per Share before extraordinary items	-34.43	-36.07
		Earnings Per Share after extra ordinary items	-2.35	-4.00
	5.	Total Assets	436.51	436.51
	6.	Total Liabilities	449.24	452.50
	7.	Net Worth	-12.73	-15.99
	8.	Any other financial item(s) (as felt appropriate by the management)	--	--
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:		Pl. refer to Para No. 1 of Qualifications of Auditors' Report	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion		Qualified opinion	
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing		Para 1 of Qualification : Since FY: 2017-18 Para 2 of Qualification : Since FY: 2017-18 Para 3 of Qualification : Since FY: 2017-18	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:		Para no. 1 – On account of non-payment of principle and interest to the Banks, debts were declared NPA by the Banks. Since company wants to settle the dues amicably with the Banks, it did not provide for interest.	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		Refer Para 3 & 4 of Qualifications of Auditors' Report	
	(i) Management's estimation on the impact of audit qualification:		Not quantifiable	
	(ii) If management is unable to estimate the impact, reasons for the		Para no. 2 – The management expects that the impact of	

	<p>same:</p>	<p>"Effective Interest Method" to the Finance cost as per the Requirement of IND AS 109 on the financial Results will not be material enough and hence, the Management has not given effect of the same in the consolidated financial results.</p> <p>Para no. 3 - The management expects that the loss of allowance if any as per Expected credit loss Method on the financial assets will not be material enough and hence, the Management has not given effect of the same in the consolidated financial results.</p>
	<p>(iii) Auditors' Comments on (i) or (ii)</p>	<p>Nothing further to add</p>

Signatories	
- Joint Managing Director	Shri K S Kamath  (DIN 00261544)
- Chief Financial Officer (CFO)	Shri Ashok Sharma  (PAN ACMPS6399G)
- Auditor of the company Parikh & Majmudar, Chartered Accountants (FRN: 107525W)	Shri CA (Dr.)Hiten Parikh  (Membership No. 040230)
- Audit Committee Chairman	Shri G. M. Shaikh  (DIN 00367186)

SAL SHAH ALLOYS LIMITED

Regd Off : 5/1, Shreeji House, B/h M.J. Library, Ashram Road, Ahmedabad - 380 006

CIN : L27100GJ1990PLC014698 WWW.SHAHALLOYS.COM

STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

Amount (Rs In Crores)

	Particulars	QUARTER ENDED			YEAR ENDED	
		31/03/2020	31/12/2019	31/03/2019	31/03/2020	31/03/2019
		(Audited)	(Un Audited)	(Audited)	(Audited)	(Audited)
I	Revenue from Operations	117.57	110.38	184.11	489.34	570.02
II	Other Operating Income	0.27	0.17	3.57	0.97	6.64
	Other Non Operating Income	0.00	0.00	0.00	0.00	0.00
III	Total Revenue (I + II)	117.84	110.55	187.68	490.31	576.66
IV	Expenses					
	(a) Cost of materials consumed	80.67	79.68	118.42	357.53	430.89
	(b) Changes in inventories of finished goods, work-in-progress	(8.89)	8.48	22.10	0.68	(29.88)
	(c) Employee benefits expense	4.56	6.28	5.58	21.12	20.08
	(d) Excise Duty on Sales	0.00	0.00	0.00	0.00	0.00
	(e) Finance costs	0.11	0.05	0.09	0.45	0.10
	(f) Depreciation and amortisation expense	3.25	3.24	3.25	12.98	13.01
	(g) Consumption of Stores & Spares	24.77	41.34	17.87	97.66	59.90
	(h) Power cost	6.37	13.83	14.73	46.71	74.51
	(i) Other Expenditure	6.23	7.18	4.21	21.35	13.77
	Total Expenses (a) to (i)	117.07	160.08	186.25	558.48	582.38
V	Profit / (Loss) Before exceptional and extraordinary items and tax (III - IV)	0.77	(49.53)	1.43	(68.17)	(5.72)
VI	Exceptional Item	0.00	91.98	0.00	91.98	0.00
VII	Profit / (Loss) after exceptional and before extraordinary items and tax (V+VII)	0.77	42.45	1.43	23.81	(5.72)
VIII	Current Tax	(3.32)	3.32	0.00	0.00	0.00
	Deferred Tax	8.54	36.44	8.87	28.47	(13.24)
IX	Net Profit / (Loss) for the period from continuing operations (VII -VIII)	(4.45)	2.69	(7.44)	(4.66)	7.52
X	Profit / (Loss) From discontinuing operations	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
XII	Profit / (Loss) From discontinuing operations (after tax) (X-XI)	0.00	0.00	0.00	0.00	0.00
XIII	Net (Loss) profit for the period (IX - X)	(4.45)	2.69	(7.44)	(4.66)	7.52
	Share of Profit /(Loss) of Associate Concern	(2.21)	(1.60)	(5.03)	(9.83)	(6.78)
XIV	Items not reclassified to Profit and loss					
	Other comprehensive income Net of Tax	0.10	0.01	(0.16)	0.13	0.04
XV	Other Comprehensive income that will be reclassified in P & L	(2.21)	(1.60)	(5.03)	(9.83)	(6.78)
	Total comprehensive income Net of Tax	(2.11)	(1.59)	(5.19)	(9.70)	(6.74)
XVI	Total Income after Comprehensive income	(4.35)	2.70	(7.60)	(4.53)	7.56
XVII	Earnings per equity share:					
	Paid-up equity share capital (Equity shares having face value of Rs. 10/- each)	19.80	19.80	19.80	19.80	19.80
XVIII	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					(185.60)
XIX	Earnings per share (of Rs. 10/- each) (not annualised)					
	(1) Basic	(2.25)	1.36	(3.76)	(2.35)	3.80
	(2) Diluted	(2.25)	1.36	(3.76)	(2.35)	3.80



Notes:

- 1** The above Audited consolidated results were reviewed by the Audit Committee and approved by Board of Directors in the meeting held on 30th July, 2020
- 2** Consolidated Results for the quarter ended March 31, 2020 have been prepared in accordance with The Companies (Indian Accounting Standards) Rules, 2015 (IND AS) notified by the Ministry of Corporate Affairs. The consolidated results for the quarter ended March 31, 2020 have been restated as per IND AS and are comparable on like to like basis
- 3** The format for above consolidated 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** The Ind-AS compliant consolidated financial results, pertaining to the relevant periods of the previous year as applicable, have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 5** The management expects that the loss of allowance if any as per Expected credit loss Method on the financial assets will not be material enough in the year ended March 31, 2020 and hence, the Management has not given effect of the same in the consolidated financial results .
- 6** The management expects that the impact of "Effective Interest Method" to the Finance cost as per the Requirement of IND AS 109 on the financial Results will not be material enough in the year ended 31st March 2020 and hence, the Management has not given effect of the same in the consolidated financial results .
- 7** The outbreak of COVID-19 pandemic globally and in India is causing significant disturbance and slow down of economic activity, COVID 19 has caused interruption in production, supply chain disruption, unavailability of personnel, etc. during last week of March, 2020 and thereafter. The management of the Company has exercised due care in concluding significant accounting judgments and estimates in preparation of the financial results In assessing the recoverability of Trade receivables, the Company has considered subsequent recoveries, past trends, credit risk profiles of the customers and internal and external information available up to the date of issuance of these financial results. In assessing the recoverability of inventories, the Company has considered the latest selling prices, customer orders on hand and margins. Based on the above assessment, the Company is of the view that the carrying amounts of Trade receivables and inventories are expected to be realisable to the extent shown in the financial results The impact of COVID-19 may be different from the estimates as at the date of approval of these financial results and the Company will continue to closely monitor the development
- 8** With reference to above, we submit that regarding segment reporting as per Indian Accounting Standard 108 applies to business segments or geographical segments. In case of our company, we are manufacturing Steel products only and further our manufacturing is limited to locally only, as such Indian Accounting Standard 108 is not applicable to us.
- 9** The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
- 10** Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.

for Shah Alloys Limited

Place : Santej

Date : 30-07-2020



K. S. Kamath

K. S. Kamath

Jt. Managing Director

DIN : 00261544

SAL SHAH ALLOYS LIMITED

Registered Office: 5/1, Shreeji House, Behind M.J. Library, Ashram Road, Ahmedabad - 380 006

Consolidated Statement of Assets and Liabilities

(Rs. In Crore)

PARTICULAR	As at	As at
	31/03/2020	31/03/2019
	(Audited)	(Audited)
ASSETS		
1) Non-current assets		
a) Property, Plant and Equipment	106.20	119.18
b) Capital work-in-progress	9.01	9.01
c) Financial Assets		
(i) Investments	0.00	0.00
(ii) Trade receivables	0.00	0.00
(iii) Loans	0.00	0.00
d) Deferred tax assets (net)	196.49	225.03
e) Other non current assets	7.80	4.64
2) Current assets		
a) Inventories	85.29	125.11
b) Financial Assets		
(i) Investments	0.00	0.00
(ii) Trade receivables	24.14	28.56
(iii) Cash and cash equivalents	0.24	0.35
(iv) Loans	0.18	0.08
c) Other current assets	1.96	8.34
TOTAL ASSETS	431.31	520.30
EQUITY & LIABILITIES :		
EQUITY:		
a) Equity Share capital	19.80	19.80
b) Other Equity	(37.73)	(185.60)
LIABILITIES :		
1) Non-Current Liabilities		
a) Financial Liabilities		
(i) Borrowings	170.23	156.92
(ii) Trade payables	15.92	17.26
b) Provisions	1.51	1.38
c) Other non-current liabilities	0.00	0.00
2) Current liabilities		
a) Financial Liabilities		
(i) Borrowings	0.00	0.00
(ii) Trade payables	145.41	115.89
(iii) Other Financial liabilities	96.21	382.69
b) Other current liabilities	10.88	4.69
c) Provisions	9.08	7.27
Total Equity and Liabilities	431.31	520.30

K. S. Shah



SHAH ALLOYS LIMITED.
Consolidated Cash Flow Statement for the year ended 31st March 2020
Amount Rs In Crores

Particulars	2019-20		2018-19	
CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before Tax		24.02		(5.64)
Adjustments for :				
Depreciation	12.98		13.01	
Loss / (Profit) on Sale of Assets	-		0.00	
Interest expenses	0.45		0.10	
Interest Reversal	(91.98)		-	
Interest Income	(0.19)		(0.17)	
		(78.74)		12.94
		(54.72)		7.30
Operating Profit Before Working Capital Changes				
Adjustments for :				
Trade and other receivables	10.71		(23.29)	
Inventories	39.82		(40.68)	
Trade Payable and others (including non current liabilities)	36.31		69.03	
		86.84		5.06
Cash Generated From Operations		32.12		12.36
Direct Taxes Paid				-
Net Cash from Operating Activities before Extra Ordinary Items		32.12		12.36
Extra-ordinary Items				
Changes in non current assets	(3.16)		1.90	
Interest Reversal	91.98		-	
Provision for diminution in value of long term investments	0.00		(0.00)	
		88.82		1.90
Net Cash from Operating Activities after Extra Ordinary Items(A)		120.94		14.26
CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Fixed assets	-		(1.63)	
Sale of Fixed Assets	-		0.01	
Interest Income	0.19		0.17	
		0.19		(1.45)
Net Cash from Investing Activities(B)		0.19		(1.45)
CASH FLOW FROM FINANCING ACTIVITIES:				
Proceeds from Long Term and Short Term Borrowings (Net of Repayment)	(120.79)		(13.38)	
Interest Paid	(0.45)	(121.24)	(0.10)	(13.48)
Net Cash from Financing Activities(C)		(121.24)		(13.48)
Net Increase in Cash and Equivalent.(A+B+C)		(0.11)		(0.67)
Cash And Cash Equivalents as at the Beginning of the year		0.35		1.02
Cash And Cash Equivalents as at the Close of the year		0.24		0.35

Bank



**CHARTERED ACCOUNTANTS**

CA. (DR). HITEN PARIKH
M.Com., LL. B., FCA., PH.D.

CA. SANJAY MAJMUDAR
B.Com., LL.B., FCA

Independent Auditors' Report on Quarterly and Annual audited Consolidated Ind AS Financial Results of M/s SHAH ALLOYS LIMITED Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

SHAH ALLOYS LIMITED

Report on audit of Consolidated Ind AS Financial Results

Qualified Opinion

We have audited the accompanying Statement of Consolidated Ind AS Financial Results of SHAH ALLOYS LIMITED (the "Company") , for the three months and year ended March 31, 2020 (the "Statement"), 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").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- (ii) gives a true and fair view in conformity with Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the consolidated net loss and consolidated total comprehensive income and other financial information for the three months and year ended March 31, 2020.



Basis for Qualified Opinion

- 1. For the Year ending on 31st March ,2020, the holding company has discontinued to make the provision of interest on loans from banks and financial institutions (excluding on the settlement entered with ARCs for specific loans which are assigned to them and also on the loans which are time barred under the law of limitation).Had the holding company continued the said practice of making provision of interest on loans from banks and financial institutions for the year ended on 31st March, 2020, the loss for the year would have been higher by Rs 325.74 lacs and current liabilities would have been higher to that extent. (Refer Note No 33 of notes forming part of consolidated IND AS financial statements)**

- 2. The Holding Company has not assessed the impact of Effective Interest Method to the finance cost as per the requirement of Ind AS 109 'Financial Instruments and hence, the effect of the same, if any, on the financial results is not identifiable therefore, we are unable to comment upon its impact on the Financial results for the year ended March 31, 2020. (Refer Note No 43 of notes forming part of consolidated IND AS financial statements)**

- 3. The Holding Company has not evaluated the provisioning requirement of a loss allowance on its financial assets so as to give impact of impairment if any as per the expected credit loss method as per the requirement of Ind AS 109 'Financial Instruments' and hence, the effect of the same if any on the Financial Results is not identifiable therefore. We are unable to comment upon its impact on the financial results for the year ended March 31, 2020. (Refer Note No 48 of notes forming part of consolidated IND AS financial statements)**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We



are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Interim Consolidated Financial Results 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

- 1. On the basis of legal opinion obtained by the Holding company, the Debt in respect of Foreign Currency Convertible Bonds (FCCB) of Rs 7237.88 lakhs and Non Convertible Debentures (NCD) of Rs 8000.00 lakhs being time barred under the limitation Act, 1963, and being regarded as no longer payable has been credited to capital reserve account in the Statement of Assets and Liabilities as at 31st March, 2020. In view of the management of the holding company, there is no prescribed procedural requirement to be followed for seeking approval from the regulatory authorities for writing back of the FCCB amount as above. Further the Interest Liability of Rs 9198.20 lakhs being interest payable on Non Convertible Debentures has also been written back and has been shown as income in the Statement of Profit and loss and has been reflected as an Exceptional Item in the Statement of Profit and loss for the year ended on 31st March, 2020. (Refer Note No 45 of notes forming part of Consolidated IND AS financial statements)**
- 2. The Holding Company's current liabilities exceeded its current assets as at the previous year balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, in view of the management, the Company is making sincere efforts for the revival of the Business & the management is confident to recover the losses through improved profitability in foreseeable future and therefore the financial results of the Company have been prepared on a**



“going concern basis”. (Refer Note No 41 of notes forming part of consolidated IND AS financial statements)

- 3. The financial results describes about the Non disclosure of Reportable Segments as required under Indian Accounting Standard — 108 'Operating Segments' by the associate company . As IND AS 108 Operating Segments mandates the disclosure requirements there is no impact on the consolidated financial results due to non disclosure. (Refer Note No 45 of notes forming part of standalone IND AS financial statements)**

- 4. We draw attention to Note 7 in the accompanying statement of quarterly and year to date consolidated financial results of the Company which describes the management’s assessment of the likely impact of uncertainties related to outbreak of COVID 19 global pandemic on the operations of the Company.**

Our opinion is not modified in the above matters

Managements Responsibilities for the Consolidated Ind AS Financial Results

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated Ind AS financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated Profit or loss(consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated Ind AS financial statements. Further, in terms of the provisions of the Act, the respective Board of Directors /management of the companies included in the Group covered under the Act are responsible for maintenance of adequate accounting records in



accordance with the provisions of the Act for safeguarding of the assets 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 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 consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These consolidated Ind AS financial statements have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated Ind AS financial statements, management is responsible for assessing the Group'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 management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Group's financial reporting process.

Auditors Responsibilities for the Audit of the Consolidated Ind AS Financial Results

Our objectives are to obtain reasonable assurance about whether the Consolidated Ind AS financial statements as a whole are 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 Standards on Auditing 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 these consolidated Ind AS financial statements



As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Ind AS financial statements, 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.
- 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 system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Group'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 consolidated Ind AS financial statement 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 Group to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 Consolidated annual financial results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year 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.

Place: Ahmedabad
Date: 30-07-2020



For Parikh & Majmudar
Chartered Accountants
FR No. 107525W


[C.A (Dr) Hiten M. Parikh]
PARTNER


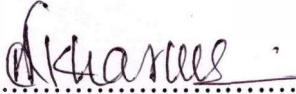
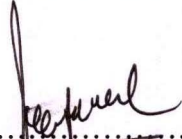

Membership No. 40230

UDIN: 20040230AAAAGC1961

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results – Shah Alloys Limited (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2015]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) Rs. In Crores	Adjusted Figures (audited figures after adjusting for qualifications) Rs. In Crores
	1.	Turnover / Total income	490.31	490.31
	2.	Total Expenditure	494.84	498.10
	3.	Net Profit/(Loss)	-4.53	-7.79
	4.	Earnings Per Share before extra ordinary items	-34.43	-36.07
		Earnings Per Share after extra ordinary items	-2.29	-3.93
	5.	Total Assets	431.31	431.31
	6.	Total Liabilities	449.24	452.50
	7.	Net Worth	-17.93	-21.19
	8.	Any other financial item(s) (as felt appropriate by the management)	--	--
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification:		Pl. refer to Para No. 1 of Qualifications of Auditors' Report	
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion		Qualified opinion	
	c. Frequency of qualification : Whether appeared first time / repetitive / since how long continuing		Para 1 of Qualification : FY : 2017-18 Para 2 of Qualification : FY : 2017-18 Para 3 of Qualification : FY : 2017-18	
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:		Para no. 1 – On account of non-payment of principle and interest to the Banks, debts were declared NPA by the Banks. Since company wants to settle the dues amicably with the Banks, it did not provide for interest.	
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:		Refer Para 2 & 3 of Qualifications of Auditors' Report	
	(i) Management's estimation on the impact of audit qualification:		Not quantifiable	
	(ii) If management is unable to estimate the impact, reasons for the same:		Para – 2 The management expects that the impact of "Effective Interest Method" to the Finance cost as	

		<p>per the Requirement of IND AS 109 on the financial Results will not be material enough and hence, the Management has not given effect of the same in the consolidated financial results.</p> <p>Para - 3 The management expects that the loss of allowance if any as per Expected credit loss Method on the financial assets will not be material enough and hence, the Management has not given effect of the same in the consolidated financial results</p>
	<p>(iii) Auditors' Comments on (i) or (ii) above:</p>	<p>Nothing further to add</p>

Signatories	
- Joint Managing Director	Shri K S Kamath  (DIN 00261544)
- Chief Financial Officer (CFO)	Shri Ashok Sharma  (PAN ACMPS6399G)
- Auditor of the company Parikh & Majmudar, Chartered Accountants (FRN: 107525W)	Shri CA (Dr.)Hiten Parikh  (Membership No. 040230)
- Audit Committee Chairman	Shri G. M. Shaikh  (DIN 00367186)