

**RMG ALLOY STEEL LTD**

(Formerly Remi Metals Gujarat Ltd)

Regd. Office : Plot No. 1, GIDC Industrial Estate, Jhagadia, Dist. Bharuch, Gujarat.

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2013**

PART I		(Rs. lacs)			
Sr No	Particulars	Quarter ended			Year ended
		30th June	31st March	30th June	31st March
		2013	2013	2012	2013
		Unaudited	Audited (Refer Note 2)	Unaudited	Audited
<b>1</b>	<b>Income from Operations</b>				
a)	Net sales / Income from operations	10,389	7,540	11,725	35,297
b)	Other operating income	-	11	67	122
	<b>Total</b>	<b>10,389</b>	<b>7,551</b>	<b>11,792</b>	<b>35,419</b>
<b>2</b>	<b>Expenses</b>				
a)	Cost of materials consumed	6,990	4,501	6,797	21,340
b)	Changes in inventories of finished goods, work in progress and stock in trade	(202)	573	942	2,072
c)	Employees benefits expense	586	509	682	2,518
d)	Depreciation	556	552	555	2,227
e)	Power & fuel	1,720	1,371	2,098	6,846
f)	Other expenses	1,422	1,088	1,721	5,163
	<b>Total</b>	<b>11,072</b>	<b>8,594</b>	<b>12,796</b>	<b>40,166</b>
<b>3</b>	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(683)</b>	<b>(1,043)</b>	<b>(1,004)</b>	<b>(4,747)</b>
<b>4</b>	Other income	37	39	63	267
<b>5</b>	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>(646)</b>	<b>(1,004)</b>	<b>(941)</b>	<b>(4,480)</b>
<b>6</b>	Finance Costs	1,255	1,192	1,205	4,850
<b>7</b>	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(1,901)</b>	<b>(2,196)</b>	<b>(2,146)</b>	<b>(9,330)</b>
<b>8</b>	Exceptional Items	-	-	-	-
<b>9</b>	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>(1,901)</b>	<b>(2,196)</b>	<b>(2,146)</b>	<b>(9,330)</b>
<b>10</b>	Tax expenses	-	-	-	-
<b>11</b>	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>(1,901)</b>	<b>(2,196)</b>	<b>(2,146)</b>	<b>(9,330)</b>
<b>12</b>	Extraordinary Item (net of tax expense Rs.nil)	-	-	-	-
<b>13</b>	<b>Net Profit(+)/Loss(-) for the period (11-12)</b>	<b>(1,901)</b>	<b>(2,196)</b>	<b>(2,146)</b>	<b>(9,330)</b>
<b>14</b>	Paid-up equity share capital (Rs.6/- per equity share)	6,506	6,506	6,506	6,506
<b>15</b>	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(19,110)
<b>16i</b>	<b>Earnings per share (before extraordinary items)</b>				
	Basic & Diluted	(1.86)	(2.08)	(1.98)	(8.65)
<b>16ii</b>	<b>Earnings per share (after extraordinary items)</b>				
	Basic & Diluted	(1.86)	(2.08)	(1.98)	(8.65)
<b>PART II</b>					
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>				
	<b>Public Shareholding</b>				
-	Number of shares	13817166	13817166	13817166	13817166
-	Percentage of shareholding	12.74	12.74	12.74	12.74
	<b>Promoters &amp; Promoter group shareholding</b>				
a)	<b>Pledged/Encumbered</b>				
-	Number of shares	-	-	-	-
-	Percentage of shares (as a % of the total shareholding of promoters & promoter group)	-	-	-	-
-	Percentage of shares (as a % of the total share capital of the company)	-	-	-	-
b)	<b>Non-encumbered</b>				
-	Number of shares	94618674	94618674	94618674	94618674
-	Percentage of shares (as a % of the total shareholding of promoters & promoter group)	100	100	100	100
-	Percentage of shares (as a % of the total share capital of the company)	87.26	87.26	87.26	87.26
<b>B</b>	<b>Investor Complaints</b>				
	Pending at the beginning of the quarter	-	-	-	-
	Received during the quarter	11	-	-	-
	Disposed of during the quarter	11	-	-	-
	Remaining unresolved at the end of the quarter	-	-	-	-

**Notes :**

- 1 The above results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors at its meeting held on 12th August, 2013. The Statutory Auditors have carried out a limited review of the above results pursuant to Clause 41 of the Listing Agreement.
- 2 The figures for the quarter ending 31st March, 2013 are balancing figures between audited figures in respect of the full financial year ended 31st March, 2013 and the published figures year to date figures up to the third quarter ended 31st December, 2012.
- 3 The Company is engaged in the business of steel & steel products such as Seamless Tubes & Rolled Products which in the opinion of the Management is considered the only business segment in the context of Accounting Standard 17 on "Segment Reporting".
- 4 Deferred tax asset is more than deferred tax liability as computed in accordance with the Accounting Standard AS 22, notified in the Companies (Accounting Standards) Rules 2006, The Company, as a matter of prudence has not recognised deferred tax asset.
- 5 The slowdown in the industry continues to adversely impact the performance. However, performance of current quarter has slightly improved as compared to previous quarter. The company is in the midst of rationalisation of operations and implantation of revised turnaround strategies. It expects to have significant savings in raw material & energy cost and generation of operational surplus. The company has also planned for liquidation of surplus assets & capital raising, extension of fiscal incentive eligibility and proposed reshedulement of existing facilities as part of the modified rehabilitation proposal and other mitigating factors, financial statements have been prepared on going concern basis and no adjustments are required to the carrying amount of assets and liabilities.
- 6 The Company expects approval of Central Government to the appointment of Mr. Shashank Chaturvedi as an Executive Director with effect from 19<sup>th</sup> October 2012 and payment of remuneration to him after approval of shareholders at ensuing Annual General Meeting.
- 7 Name of the company is changed to RMG Alloy Steel Limited pursuant to resolution passed in the shareholders' meeting held on 14<sup>th</sup> May, 2013 and subsequent approval from Registrar of Companies on 31st May, 2013.
- 8 The figures for the previous periods/year have been regrouped/rearranged, wherever necessary, to make them comparable.

**On behalf of the Board**



**Shashank Chaturvedi  
Executive Director**

Date: 12th August, 2013  
Place : Mumbai



To,  
The Board of Directors of RMG Alloy Steel Limited (formerly known as Remi Metals Gujarat Limited),

**LIMITED REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS OF RMG ALLOY STEEL LIMITED (FORMERLY KNOWN AS REMI METALS GUJARAT LIMITED) FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE 2013.**

We have reviewed the accompanying statement of unaudited financial results ('the statement') of RMG Alloy Steel Limited (formerly known as Remi Metals Gujarat Limited) for the quarter ended 30<sup>th</sup> June, 2013 except for the disclosures regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' and undisputed number of investor complaints which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagements ('SRE') 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the unaudited financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel responsible for financial and accounting matters and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement with stock exchanges including the manner in which it is to be disclosed, or that it contains any material misstatement.

Attention is invited to notes to the financial results as under:

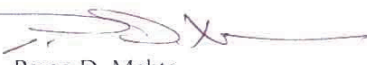
- a) Note 5 which describes that the Company's net worth is substantially eroded and the Company has incurred a loss of Rs. 1,901 lakh for the quarter ended 30<sup>th</sup> June 2013, indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. Considering the matters set out in the said note, this statement is prepared on a going concern basis.
- b) Note 6 regarding remuneration paid to Executive Director is subject to approval at the shareholders' meeting and also from the Central Government in respect of which application has been made and pending with the Government.

Our review opinion is not qualified in respect of these matters.

Place: Mumbai  
Date: 12<sup>th</sup> August 2013



**For Chaturvedi & Shah**  
**Chartered Accountants**  
Firm's Registration No. 101720W

  
Parag D. Mehta  
Partner  
Membership No. 113904