

A. GOEL & ASSOCIATES
CHARTERED ACCOUNTANTS

2215088, 2219616 (O)
2216589 (R)
S.C.F 50 (1st Floor)
Leela Bhawan Complex,
PATIALA – 147001

Ref. No.....

Dated: 11 Feb 2014

LIMITED REVIEW REPORT

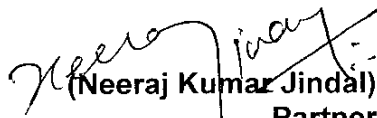
To

**The Board of Directors
Modern Steels Limited**

1. We have reviewed the accompanying statement of un-audited financial results of **MODERN STEELS LTD.** for the period ended **31.12.2013**. The statement is the responsibility of the company's Management and has been approved by Board of Directors. Our responsibility is to issue a report on these Financial Statements.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400 "Engagements to Review Financial Statements" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our Review conducted as above, nothing has come to our Notice that causes us to believe that the accompanying statement of Un-Audited Financial Results prepared in accordance with recognition and measurement principals laid down in Accounting Standards 25" interim Financial Reporting [notified pursuant to the Companies (Accounting Standard) Rule 2006] and other recognized accounting practices and policy has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, our that it contains any material misstatement.

FOR A.GOEL & ASSOCIATES
CHARTERED ACCOUNTANT
Firm Regd. No. 002743N

Place: Chandigarh
Dated : 11th February 2014


(Neeraj Kumar Jindal)
Partner
M.No. 515077



MODERN STEELS LIMITED

Corporate Office : SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160 022
Registered Office & Works : G.T. Road, Mandi Gobindgarh (Punjab) - 147 301

UNAUDITED FINANCIAL RESULTS (REVIEWED) FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31ST DECEMBER, 2013

₹ in Lacs

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2013 Unaudited	30.09.2013 Unaudited	31.12.2012 Unaudited	31.12.2013 Unaudited	31.12.2012 Unaudited	31.03.2013 Audited
Part-I: Statement of unaudited financial results (reviewed) for the quarter and nine months period ended 31st December, 2013						
Income from operations						
a) Net sales/Income from operations (Net of excise duty)	6640	6471	6190	19750	20477	26134
b) Other operating income	-	-	-	1	1	2
Total income from operations (net)	6640	6471	6190	19751	20478	26136
Expenses						
(a) Cost of material consumed	4127	4402	3938	12742	13791	16929
(b) Changes in inventory of finished good and work in progress	(30)	(434)	142	(585)	215	782
c) Employees benefit expense	363	326	280	1008	949	1285
d) Depreciation	117	117	122	350	357	468
(e) Other expenditure	2025	2199	1793	6199	5857	7482
Total Expenses	6602	6610	6275	19714	21169	26926
Profit/(Loss) from operations before other Income, Interest and Exceptional Items	38	(139)	(85)	37	(691)	(790)
Other income	100	105	100	314	327	461
Profit/(Loss) before Interest and Exceptional Items	138	(34)	15	351	(364)	(329)
Finance costs	525	427	471	1445	1426	1678
(Loss) after Interest but before Exceptional Items	(387)	(461)	(456)	(1094)	(1790)	(2007)
Exceptional Items	-	-	-	-	-	-
(Loss) from Ordinary Activities before tax	(387)	(461)	(456)	(1094)	(1790)	(2007)
Tax expense						
- Current	-	-	-	-	-	-
- Deferred Tax Liability / (Asset)	(120)	(158)	(152)	(343)	(580)	(635)
- Previous Year Tax adjustment	-	-	-	-	-	-
Add: MAT Tax Asset	-	-	-	-	-	-
Net (Loss) from ordinary activities after tax	(267)	(303)	(304)	(751)	(1210)	(1372)
Extraordinary Item (net of tax expense)	-	-	-	-	-	-
Net (Loss) for the period	(267)	(303)	(304)	(751)	(1210)	(1372)
Paid-up equity share capital	1323	1323	1323	1323	1323	1323
Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	2099
Earnings Per Share (EPS)	(2.12)	(2.41)	(2.41)	(5.96)	(9.61)	(10.90)
a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(2.12)	(2.41)	(2.41)	(5.96)	(9.61)	(10.90)
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(2.12)	(2.41)	(2.41)	(5.96)	(9.61)	(10.90)
Part-II :- Select information for quarter and nine months period ended 31st December, 2013						
A) Particulars of shareholding						
Public shareholding						
- Number of shares	4743423	4743423	4743423	4743423	4743423	4743423
- Percentage of shareholding	38%	38%	38%	38%	38%	38%
Promoters and promoter group shareholding						
a) Pledged/Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered						
- Number of shares	7848936	7848936	7848936	7848936	7848936	7848936
- Percentage of share (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of share (as a % of the total share capital of the Company)	62%	62%	62%	62%	62%	62%
B) Investor complaints						
				Quarter ended 31 st December, 2013		
Pending at the beginning of the quarter				Nil		
Received during the quarter				2		
Disposed off during the quarter				2		
Remaining unresolved at the end of the quarter				Nil		
Notes:-						
1. As per Accounting Standard - 17 "Segment Reports" the Company is engaged in steel products only, hence no segment reporting is required.						
2. The Auditors have carried out a Limited Review of the financial Results for the quarter ended 31 st December, 2013.						
3. Previous Year figures have been recasted / regrouped / restated wherever necessary.						
4. The above results were taken on record at the Board Meeting held on 11 th February, 2014.						
						For and on behalf of the Board
Place : Chandigarh						P.L. Talwar
Dated : 11 th February, 2014						Director (Operations)



MODERN STEELS LIMITED

Corporate Office : SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160 022
Registered Office & Works : G.T. Road, Mandi Gobindgarh (Punjab) - 147 301

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Place : Chandigarh				For and on behalf of the Board		
Dated : 11 th February, 2014				P.L. Talwar		
				Director (Operations)		

