

R. Kothari & Company

CHARTERED ACCOUNTANTS
MUMBAI, KOLKATA, NEW DELHI

INDEPENDENT AUDITOR'S REPORT

To the Members of Ankit Metal & Power Limited

We have audited accompanying annual financial results of **Ankit Metal & Power Limited** ('the Company') for the year ended 31st March, 2014, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have traced from disclosures made by the management and have not been audited by us. Attention is drawn to the fact that the figures for the quarter ended 31st March, 2014 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subject to audit.

Management's Responsibility for the Financial Results

These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly, upto the end of the third quarter. Management is responsible for the preparation of financial statement as per the requirement of clause 41 on the basis of the related interim financial statements in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) / issued by the Institute of Chartered Accountants of India, as applicable, as per section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.

This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the said financial statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the said financial statement based on our audit of such interim financial statements. We conducted our audit in accordance with



the Standards of Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the said Part I of the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the interim financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the interim financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the interim financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by Management as well as evaluating the overall presentation of the interim financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the said Part I of the Statement:

- (i) has been prepared and presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (ii) gives a true and fair view in conformity with the accounting principles generally accepted in India of the net profit/loss and other financial information of the Company for the year ended 31st March, 2014.

Report on Legal and Other Regulatory Requirements

We also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreement and the particulars relating to investor complaints disclosed in Part II - Select Information for the year ended 31st March, 2014 of the Statement, from the details furnished by the Management.

For **R.Kothari & Company**
Chartered Accountants

Firm Reg. No.:-307069E



CA. K.C. Soni
Partner

Membership No.:- 057620

Date: 30.05.2014

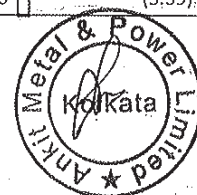
Place: Kolkata



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2014

(₹ in Lacs)

Sl	PARTICULARS	AUDITED	UNAUDITED	AUDITED	AUDITED	
		Quarter Ended			Year Ended	Year Ended
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
1	Income from operations					
	a) Net sales/income from operations (Net of excise duty)	42,205.71	37,574.10	31,557.71	1,46,088.05	1,16,443.85
	b) Other operating income	68.17	58.54	1,188.12	1,481.48	2,832.96
	Total income from operations (net)	42,273.88	37,632.64	32,745.83	1,47,569.53	1,19,276.81
2	Expenses					
	a) Cost of materials consumed	32,154.96	19,027.10	15,913.98	88,013.87	68,562.00
	b) Purchases of stock-in-trade	11,633.83	9,268.02	10,431.01	40,671.35	31,880.87
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,166.43)	6,947.31	(604.44)	1,136.99	(6,961.79)
	d) Employees benefits expense	356.37	380.38	275.39	1,410.76	928.31
	e) Depreciation and amortisation expense	1,781.74	1,508.85	1,015.06	5,963.79	4,111.23
	f) Power expense	898.82	1,671.84	812.57	5,475.78	3,287.20
	g) Other expenses	1,576.56	369.33	908.62	4,337.70	3,960.80
	Total expenses	47,235.85	39,172.83	28,752.20	1,47,010.24	1,05,768.62
3	Profit/(Loss) from operations before other income, finance costs & exceptional items (1-2)	(4,961.97)	(1,540.19)	3,993.63	559.29	13,508.19
4	Other income	110.71	115.51	36.05	312.46	117.86
5	Profit/(Loss) from ordinary activities before finance costs & exceptional items (3+4)	(4,851.26)	(1,424.68)	4,029.68	871.75	13,626.05
6	Finance costs	3,656.40	2,705.32	1,810.41	11,520.08	7,137.38
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(8,507.66)	(4,130.00)	2,219.28	(10,648.33)	6,488.67
8	Exceptional items	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7-8)	(8,507.66)	(4,130.00)	2,219.28	(10,648.33)	6,488.67
10	Tax expense	(1,807.22)	(1,629.49)	954.15	(2,996.32)	1,369.86
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(6,700.44)	(2,500.51)	1,265.13	(7,652.01)	5,118.81
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(6,700.44)	(2,500.51)	1,265.13	(7,652.01)	5,118.81
14	Paid-up equity share capital (Face Value of ₹ 10/-per share)	12,207.55	12,207.55	9,537.55	12,207.55	9,537.55
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	37,954.81	40,378.22
16.i	Earnings per share (before extraordinary items)					
	(of Rs10/-each) (not annualised)					
	(a) Basic	(4.72)	(1.76)	1.33	(5.39)	5.37
	(b) Diluted	(4.72)	(1.76)	1.33	(5.39)	5.37
16.ii	Earnings per share (after extraordinary items)					
	(of Rs10/-each) (not annualised)					
	(a) Basic	(4.72)	(1.76)	1.33	(5.39)	5.37
	(b) Diluted	(4.72)	(1.76)	1.33	(5.39)	5.37



Select Information for the Quarter and Year Ended 31st March,2014					
Particulars	Quarter Ended			Year Ended	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
Particulars of Shareholding					
1 Public Shareholding					
Number of shares	40895500	40895500	32274500	40895500	32274500
Percentage of shareholding	33.50%	33.50%	33.84%	33.50%	33.84%
2 Promoter & Promoter Group Shareholding					
a Pledged/Encumbered					
Number of shares	5744700	5744700	5744700	5744700	5744700
Percentage of shares (as a % of the total shareholding of promoter & promoter group)	7.08%	7.08%	7.08%	7.08%	9.10%
Percentage of shares (as a % of the total share capital of the Company)	4.71%	4.71%	6.02%	4.71%	6.02%
b Non-encumbered					
Number of shares	75435300	75435300	57356300	75435300	57356300
Percentage of shares (as a % of the total shareholding of promoter & promoter group)	92.92%	92.92%	90.90%	92.92%	90.90%
Percentage of shares (as a % of the total share capital of the Company)	61.79%	61.79%	60.14%	61.79%	60.14%

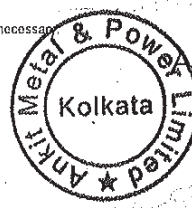
Sl.	PARTICULARS	Quarter Ended 31/03/2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL

(₹ in Lacs)

Statement of Assets and Liabilities		As at 31/03/2014	As at 31/03/2013
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholder's Funds		
	(a) Share Capital	12,207.55	9,537.55
	(b) Reserves And Surplus	37,954.81	40,378.22
	(c) Money Received Against Share Warrants	-	-
	Sub-Total - Shareholders' Funds	50,162.36	49,915.77
2	Share Application Money Pending Allotment	-	-
3	Non-Current Liabilities		
	(a) Long-Term Borrowings	32,640.84	47,306.78
	(b) Deferred Tax Liabilities (Net)	-	3,020.40
	(c) Other Long-Term Liabilities	200.25	201.51
	(d) Long-Term Provisions	11.32	8.92
	Sub-Total - Non-Current Liabilities	32,852.41	50,537.61
4	Current Liabilities		
	(a) Short-Term Borrowings	41,406.45	29,378.51
	(b) Trade Payables	32,079.91	23,032.19
	(c) Other Current Liabilities	19,043.40	10,418.90
	(d) Short-Term Provisions	971.01	2,336.88
	Sub-total - Current Liabilities	93,500.79	65,166.49
	TOTAL - EQUITY AND LIABILITIES	1,76,515.57	1,65,619.86
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	85,059.00	87,115.36
	(b) Non-current investments	11.75	11.75
	(c) Deferred tax assets (net)	-	-
	(d) Long-term loans and advances	-	442.81
	(e) Other non-current assets	1.32	1.32
	Sub-total - Non-current assets	85,072.07	87,571.23
2	Current assets		
	(a) Current investments	-	-
	(b) Inventories	42,782.04	35,932.69
	(c) Trade receivables	32,379.28	25,917.74
	(d) Cash and cash equivalents	3,275.76	1,971.45
	(e) Short-term loans and advances	7,431.45	12,884.70
	(f) Other current assets	5,675.22	1,342.05
	Sub-total - Current assets	91,543.75	78,048.63
	TOTAL - ASSETS	1,76,615.82	1,65,619.86

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th May, 2014.
- As Per RBI norms, the Joint Lenders Forum in their meetings held on 29.04.2014 decided to adopt restructuring as per the corrective action plan, agreed upon by the majority of lenders. The consequential impact on the financial will be done once finally approved.
- Tax Expenses includes Provision for Current Tax, Deferred Tax and Mat Credit Entitlement.
- The Company operates in one reportable segment only viz. Iron & Steel. However, the Company also generates power which is entirely used for the captive consumption. Hence, Segment Reporting is not applicable.
- The figures for the previous year & period have been regrouped/ rearranged wherever considered necessary.



Ankit Metal & Power Ltd.

Director