

RMG ALLOY STEEL LTD

Regd. Office : Plot No. 1, GIDC Industrial Estate, Jhagadia, Dist. Bharuch, Gujarat.
 Website: www.rmgalloysteel.com, Email Id: allcompanysecretaryofrmgl@welspun.com
 CIN: L27100GJ1993PLC020358

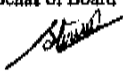
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE 2014

PART I		(Rs. In Lac)			
		Quarter Ended			Year Ended
Sr.No	Particulars	30th June	31st March	30th June	31st March
		2014	2014	2013	2014
		UnAudited	(Refer Note)	UnAudited	Audited
1	Income from Operations				
a)	Net sales / income from operations	9,756	9,908	10,389	41,628
b)	Other operating income	24	38	-	84
	Total	9,780	9,946	10,389	41,712
2	Expenses				
a)	Cost of materials consumed	6,815	6,044	6,990	25,987
b)	Purchase of Stock in Trade	140	-	-	-
c)	Changes in inventories of finished goods, work in progress and stock in trade	(425)	368	(202)	1,749
d)	Employees benefit expenses	440	455	586	1,953
e)	Depreciation	295	552	556	2,228
f)	Power & fuel	1,827	1,601	1,720	6,619
g)	Other expenses	934	1,152	1,422	5,296
	Total	10,026	10,172	11,072	43,832
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	(246)	(226)	(683)	(2,120)
4	Other income	45	44	37	159
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	(201)	(182)	(646)	(1,961)
6	Finance Costs	1,171	1,232	1,255	4,970
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(1,372)	(1,414)	(1,901)	(6,931)
8	Exceptional items	-	-	-	3,519
9	Profit/(Loss) from ordinary activities before tax (7-8)	(1,372)	(1,414)	(1,901)	(3,412)
10	Tax expenses	-	-	-	-
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	(1,372)	(1,414)	(1,901)	(3,412)
12	Extraordinary Item (net of tax expense Rs.nil)	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	(1,372)	(1,414)	(1,901)	(3,412)
14	Paid-up equity share capital (Rs.6/- per equity share)	6,506	6,506	6,506	6,506
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(21,451)
16i	Earnings per share (before extraordinary items)				
	Basic & Diluted (In Rupees) (Face Value of Rupees 6/ Each)	(1.39)	(1.42)	(1.86)	(3.65)
16ii	Earnings per share (after extraordinary items)				
	Basic & Diluted (In Rupees) (Face Value of Rupees 6/ Each)	(1.39)	(1.42)	(1.86)	(3.65)
PART II					
A	PARTICULARS OF SHAREHOLDING				
17	Public Shareholding				
-	Number of shares	13,816,981	13,816,981	13,817,166	13,816,981
-	Percentage of shareholding	12.74	12.74	12.74	12.74
18	Promoters & Promoter group shareholding				
a)	Pledged/Encumbered				
-	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)	Non-encumbered				
-	Number of shares	94,618,859	94,618,859	94,618,674	94,618,859
-	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	Investor Complaints				
	Pending at the beginning of the quarter	-	-	-	-
	Received during the quarter	5	5	5	5
	Disposed of during the quarter	5	5	5	5
	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 2014. The Statutory Auditor 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 2014 are balancing figures between audited figure in respect of the full financial year ended 31st March 2014 and the published figures year to date figures up to the third quarter ended 31st December 2013.
- 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 Operating performance of the Company has improved as compared to previous year. The management had taken steps to reduce the finance cost by infusing fresh share capital, reduction in the rate of interest on borrowings from the bankers and extension of fiscal incentives eligibility which will result into reduction of finance cost and also improve liquidity of the company. Further, demand from auto motive, Infrastructure and engineering industry has already started showing improvement from the multiyear lows , resulting in increased demand for company's products. Management expects substantial improvement in utilisation of capacity. Accordingly, the financial statements have been prepared on going concern basis and no adjustments are required to the carrying amount of assets and liabilities.
- 6 Depreciation has been provided as per Schedule II of the Companies Act, 2013.As a result ,depreciation for the 3 month ended 30th June, 2014 is lower by Rs 262 lac ,which has resulted in decrease of loss for the quarter. Furthermore , In respect of fixed assets whose useful live have been completed on 31st March, 2014 ,Rs.2,898 lac has been adjusted with retained earnings.
- 7 During the Financial Year 2013-14 as per the Government Resolution No. (GR) MIS - 1022012 -593970-1 dated 08.07.2013 for extension of time period for the BIFR registered sick unit, these units can avail of sanctioned incentive under various Industrial Policies issued by the Industries and Mines Department of Government of Gujarat. Accordingly, the company has exercised the option for the VAT/Sales tax and accounted for the same on the basis of the above stated GR.
- 8 The figures for the previous periods / year has been regrouped / rearranged, wherever necessary, to make them comparable.

Date 12-Aug-14
Place : Mumbai

For on the Behalf of Board

Shashank Chaturvedi
Executive Director

■
■
CHATURVEDI & SHAH
Chartered Accountants
■
■

To,
The Board of Directors of RMG Alloy Steel Limited,

LIMITED REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS OF RMG ALLOY STEEL LIMITED FOR THE QUARTER ENDED 30th JUNE 2014.

We have reviewed the accompanying statement of unaudited financial results ('the statement') of RMG Alloy Steel Limited for the quarter ended 30th June, 2014 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.

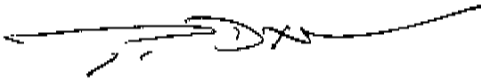
Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in accordance with the accounting Standards issued under the Companies (Accounting Standards) Rules, 2006 which continue to apply as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies generally accepted in India, and has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement with the Stock Exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to Note 5 of the accompanying statement; the Company's net worth is eroded and the Company has continued incurring losses for the quarter ended 30th June 2014, 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. Our review opinion is not qualified in respect of this matter.



Place: Mumbai
Date: 12th August, 2014

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


Parag D. Mehta
Partner
Membership No. 113904