

**RMG ALLOY STEEL LTD**

Regd. Office : Plot No. 1, GIDC Industrial Estate, Jhagadia, Dist. Bharuch, Gujarat.  
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 CIN : L27100GJ1993PLC020358

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th June 2015**

PART I		Rs. In Lacs			
		Quarter Ended		Year ended	
		30th June	31st March	30th June	31st March
		2015	2015	2014	2015
Sr.No	Particulars	Un-Audited	Audited (Refer Note-2)	Un-Audited	Audited
1	<b>Income from Operations</b>				
a)	Net sales / Income from operations	7,368	6,238	9,756	33,271
b)	Other operating income	17	42	24	102
	<b>Total</b>	<b>7,386</b>	<b>6,280</b>	<b>9,780</b>	<b>33,373</b>
2	<b>Expenses</b>				
a)	Cost of materials consumed	5,350	3,351	6,815	21,363
b)	Purchase of Stock in Trade	-	0	140	140
c)	Changes in inventories of finished goods, work in progress and stock in trade	(1,055)	541	(425)	962
d)	Employees benefit expenses	361	368	440	1,606
e)	Depreciation	290	292	295	1,177
f)	Power & fuel	1,822	1,308	1,827	6,376
g)	Other expenses	1,012	627	934	3,842
	<b>Total</b>	<b>7,780</b>	<b>6,487</b>	<b>10,026</b>	<b>35,466</b>
3	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(394)</b>	<b>(207)</b>	<b>(246)</b>	<b>(2,092)</b>
4	Other income	38	900	45	1,160
5	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>(356)</b>	<b>693</b>	<b>(201)</b>	<b>(933)</b>
6	Finance Costs	1,263	1,233	1,171	4,988
7	<b>Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(1,619)</b>	<b>(541)</b>	<b>(1,372)</b>	<b>(5,921)</b>
8	Exceptional Items (Refer note-6)	-	2,259	-	2,259
9	<b>Profit/(Loss) from ordinary activities before tax (7-8)</b>	<b>(1,619)</b>	<b>1,718</b>	<b>(1,372)</b>	<b>(3,662)</b>
10	Tax expenses	-	-	-	-
11	<b>Net Profit/(Loss) from ordinary activities after tax (9-10)</b>	<b>(1,619)</b>	<b>1,718</b>	<b>(1,372)</b>	<b>(3,662)</b>
12	Extraordinary Item ( net of tax expense Rs.nil)	-	-	-	-
13	<b>Net Profit(+)/Loss(-) for the period (11-12)</b>	<b>(1,619)</b>	<b>1,718</b>	<b>(1,372)</b>	<b>(3,662)</b>
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				
16i	<b>Earnings per share (before extraordinary items)</b>				
	Basic & Diluted ( In Rupees ) ( Face Value of Rupees 6/ Each )	(1.63)	(1.42)	(1.39)	(3.90)
16ii	<b>Earnings per share (after extraordinary items)</b>				
	Basic & Diluted ( In Rupees ) ( Face Value of Rupees 6/ Each )	(1.63)	(1.42)	(1.39)	(3.90)
<b>PART II</b>					
A	<b>PARTICULARS OF SHAREHOLDING</b>				
17	<b>Public Shareholding</b>				
-	Number of shares	1,38,16,981	1,38,16,981	1,38,16,981	1,38,16,981
-	Percentage of shareholding	12.74	12.74	12.74	12.74
18	<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	9,46,18,859	9,46,18,859	9,46,18,859	9,46,18,859
-	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	<b>Investor Complaints</b>				
	Pending at the beginning of the quarter	0			
	Received during the quarter	2			
	Disposed of during the quarter	2			
	Remaining unresolved at the end of the quarter	0			



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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 13th August 2015. The Statutory Auditor have carried out a limited review of the above result pursuant to clause 41 of the listing agreement.
- 2 The figures for the quarter ended 31st March 2015 are balancing figures between audited figures in respect of the full financial year ended 31st March 2015 and the published figures year to date figures upto the third quarter ended 31st December 2014.
- 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 slow down in end user industries and overall global weakness continues to weigh on and adversely impact the performance. Having consideration to the impending infusion of long term funds by promoter/strategic investor , proposed /sanctioned fresh loans from the lenders and the expected receipt of fiscal incentive will result in improvement in the liquidity of the company. The value added products approved by major OEM's will result in increased demand of company's products. Already, the Company has started receiving orders from Defence, Railways and Energy sectors. Management thus, expects substantial improvement in the utilisation of the 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 As per the Letter dated 9th October 2013 of Government of Gujarat to BIFR in connection with G.R.No: 102012-593970-I dated 8th July 2013, the Company is eligible to avail unutilized incentive. Accordingly, the Company has exercised the option of remission of VAT/Sales tax. Accordingly, the Company had accounted an amount of Rs. 3,519 lac (including interest provided up to 31st March 2013 Rs 152 lac) towards the remission of VAT/Sales tax based on the above stated letter in the previous year.  
Further, the company has received final certificate of Entitlement from industries commissioner and issuance of notification No.GHN-17 VAR-2015(36) dated 18th May, 2015 by finance department of Gujarat. Accordingly, the company has entitled to the benefits available under the relevant scheme as provided in such eligibility certificate and the provision of aforesaid G.R. shall mutatis mutandis apply in respect of such industrial unit. Accordingly, during the year the Company has accounted for the refund on the purchase tax an amount of Rs. 2,259 lac net off Sales tax Liability Rs. 624 lac.
- 7 The figures for the previous periods / year has been regrouped / rearranged, wherever necessary, to make them comparable.

Date: 28.08.2015  
Place : Mumbai

For and on behalf of Board  
  
Director

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 30<sup>th</sup> JUNE, 2015.**

We have reviewed the accompanying statement of unaudited financial results ('the statement') of RMG Alloy Steel Limited ("the company") for the quarter ended 30th June, 2015 being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchange, except for the disclosures regarding 'Public Shareholding', 'Promoter and Promoter Group Shareholding' and number of investor complaints which have been traced from disclosures made by the management and have not been audited by us. The 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 the statement based on our review.

We conducted our review of the Statement 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 statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement 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 has not disclosed the information required to be disclosed in terms of clause 41 of the Listing Agreement with the Stock Exchange, 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, 2015, 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 report is not qualified in respect of this matter.



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

Parag D. Mehta  
Partner  
Membership No. 113904

Place: Mumbai  
Date: 28<sup>th</sup> August, 2015