



Modern Steels Limited

CORPORATE OFFICE : 98-99, SUB CITY CENTRE, SECTOR 34, CHANDIGARH - 160 022 (INDIA)
Tel : +91-172-2609001, 2609002, FAX : +91-172-2609000
E-mail : info@modernsteels.com, CIN : L27109PB1973PLC003358

Ref: MSL/SECT/BSE/
Date: 13th February, 2016

The Secretary
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai-400001

SUB: OUTCOME OF THE MEETING OF BOARD OF DIRECTORS

Dear Sir,

The Board of Directors of the Company in its meeting held today, **Saturday, the 13th February, 2016** at Chandigarh took the following decisions:

- (i) Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, the Board of Directors considered and approved the Audited Financial Results for the quarter and nine months period ended 31st December, 2015. The copy of Audit Report from the Statutory Auditors of the Company is attached with the Audited Financial Results.
- (ii) Dr. Lalit K Bansal, Non Executive, Independent Director has resigned from the Board due to his pre occupations vide his email dated 6th February, 2016.
- (iii) Mr. P.L. Talwar, Whole Time Director has resigned from the Board due to his pre occupations vide his letter dated 13th February, 2016.

This is for your information and necessary action at your end

Thanking you

Yours truly,
for Modern Steels Limited

(Ashish Sharma)
General Manager (Secretarial)
& Company Secretary





MODERN STEELS LIMITED

CIN : L27109PB1973PLC003358

Corporate Office : SCO 98-99, Sub City Centre, Sector 34, Chandigarh-160 022
Registered Office & Works : G.T. Road, Mandi Gobindgarh (Punjab) - 147 301AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31ST DECEMBER, 2015

₹ in Lacs

Part I: Statement of Audited Financial Results for the quarter and nine months ended 31st December, 2015	Quarter ended			Nine months ended		Year ended
	31.12.2015 Unaudited	30.09.2015 Unaudited	31.12.2014 Unaudited	31.12.2015 Audited	31.12.2014 Unaudited	31.03.2015 Audited
Income from Operations						
1. a) Net Sales/Income from Operations (Net of excise duty)	6,175	6,905	7,993	20,081	23,861	31,644
b) Other Operating Income	36	39	30	106	86	111
Total Income from operations (net)	6,211	6,944	8,023	20,187	23,947	31,755
2. Expenses						
a) Cost of material consumed	3,111	3,611	5,179	10,721	15,590	20,199
b) Changes in inventory of finished goods and work in progress	5	(332)	(262)	(691)	(781)	(673)
c) Employees benefits expense	434	467	410	1,319	1,118	1,566
d) Depreciation	136	136	154	408	419	583
e) Other expenditure	2,314	2,832	2,568	7,757	7,631	10,110
Total Expenses	6,000	6,714	8,049	19,514	23,977	31,785
3. Profit / (Loss) from Operations before Other Income, finance costs and Exceptional Items (1-2)	211	230	(26)	673	(30)	(30)
4. Other Income	55	53	73	159	284	691
5. Profit from ordinary activities before finance costs and Exceptional Items (3+4)	266	283	47	832	254	661
6. Finance costs	677	646	681	1,993	1,837	2,501
7. (Loss) from ordinary activities after finance costs but before Exceptional Items (5-6)	(411)	(363)	(634)	(1,161)	(1,583)	(1,840)
8. Exceptional items	-	-	-	-	-	-
9. (Loss) from Ordinary Activities before tax (7+8)	(411)	(363)	(634)	(1,161)	(1,583)	(1,840)
10. Tax expense:						
- Deferred Tax Asset (Current Period)	270	(267)	(176)	1,634	(475)	(624)
- Deferred Tax Asset (Previous Year)	1,634	-	-	-	-	-
11. Net (Loss) from ordinary activities after tax (9-10)	(2,315)	(96)	(458)	(2,795)	(1,108)	(1,216)
12. Extraordinary Item (net of tax expense)	-	-	-	-	-	-
13. Net (Loss) for the period (11-12)	(2,315)	(96)	(458)	(2,795)	(1,108)	(1,216)
14. Paid-up equity share capital	1,440	1,440	1,440	1,440	1,440	1,440
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	933
16 a) Loss Per Share (before Extraordinary items) (of Rs. 10 each) (not annualized)						
i) Basic	(16.82)	(0.70)	(3.33)	(20.31)	(8.05)	(8.84)
ii) Diluted	(16.82)	(0.70)	(3.33)	(20.31)	(8.05)	(8.84)
16 b) Loss Per Share (after Extraordinary items) (of Rs. 10 each) (not annualized)						
i) Basic	(16.82)	(0.70)	(3.33)	(20.31)	(8.05)	(8.84)
ii) Diluted	(16.82)	(0.70)	(3.33)	(20.31)	(8.05)	(8.84)

Notes:-

- The Auditors have audited the financial results for the period ended 31st December, 2015.
- Since there is no certain visibility of earning sufficient future taxable income the Company has written down the carrying amount of deferred tax asset as on 31st December, 2015. Accordingly, deferred tax asset created in first two quarters of the current year amounting to Rs.271.21 lacs and balance till last financial year ended 31st March, 2015 amounting to Rs.1633.78 lacs have been written down. As a result net loss for the quarter has been overstated by Rs.1904.99 lacs and year to date by Rs. 1633.78 lacs.
- Previous Year' figures have been recasted / regrouped / restated wherever necessary.
- The above results were taken on record at the Board Meeting held on 13th February, 2016.

Place: Chandigarh
Date: 13th February, 2016

For and on behalf of the Board of Directors

R.K. Sinha
Director (Operations)
DIN: 00556694



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AARYAA & ASSOCIATES
CHARTERED ACCOUNTANTS

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**Auditor's Report On Quarterly Financial Results and Year to Date Results of the
Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and
Disclosure Requirements) Regulations, 2015**

To

Board of Directors of Modern Steels Limited

We have audited the quarterly financial results of Modern Steels Limited for the quarter ended 31st December, 2015 and for the period 1st April 2015 to 31st December 2015 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as for the period have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net profit/ loss and other financial information for the quarter ended 31st December 2015 as well as for the period from 1st April 2015 to 31st December 2015.

For AARYAA & Associates

Chartered Accountants

(Firm Registration No. 015935N)



CA Krishan Joshi

Partner

Membership no. 094478

Chandigarh

Date: 13th February, 2016