

Bombay Stock Exchange Limited,  
25<sup>th</sup> Floor, Phiroze Jeejeebhoy Towers  
Dalal Street, Fort,  
Mumbai - 400 001

Dated: 13<sup>th</sup> February, 2018

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on 13<sup>th</sup> February, 2018  
Ref: Scrip Code: 513629

In continuation of the Board Meeting Notice dated on 03.02.2018, we wish to inform you that the Board of Directors at its meeting held on today i.e. 13<sup>th</sup> February, 2018 has inter alia passed the following resolutions:

1. Considered and approved the un-audited financial results for the quarter and Nine Months ended 31<sup>st</sup> December, 2017 along with limited review report as recommended by the Audit Committee and pursuant to regulation 33(3)(b) of SEBI (LODR) Regulations, 2015, the Company will submit only Standalone unaudited financial results for Q1, Q2 and Q3 for the financial year 2017-2018 except for the last quarter and year ended on 31-03-2018, the company will submit both audited standalone and consolidated financial results to the stock exchange.

Further the un-audited financial results of the Company for the quarter and nine months ended 31<sup>st</sup> December, 2017 in compliance with both the Indian Accounting Standards (Ind-As) and the SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05<sup>th</sup> July, 2016.

The Ind-As compliant unaudited financial results of the Company for the quarter and nine months ended 31<sup>st</sup> December, 2017 is available on the website of the Company at [www.tulsyannec.com](http://www.tulsyannec.com).

The Meeting Commenced at 03:00 P.M. and Concluded at 06:00 P.M.

This is for your information and record.

For Tulsyan NEC Limited

*Rakhal Panigrahi*  
Rakhal Panigrahi  
Company Secretary cum Compliance officer



TULSYAN NEC LTD: Apex Plaza, 1st Floor, No 3, Nungambakkam High Road, Chennai, Tamil Nadu - 600 034.

Ph : +91 44 3918 1060 / 3912 0756, Fax : +91 44 3918 1097 | Email : [marketing@tulsyannec.in](mailto:marketing@tulsyannec.in) | [www.tulsyannec.in](http://www.tulsyannec.in)

Registered Office: 61, Sembudoss Street, Chennai - 600 001. Phone : +91 44 2522 2673. | CIN L28920TN1947PLC007437



**Tulsyan NEC Limited**

Ph. 044-3918 1060

Regd. Office: 61, Sembudoss Street, Chennai - 600 001  
Fax: 044-3918 1097

Email id: investor@tulsyanec.in

Website: www.tulsyanec.in

CIN : L28920TN1947PLC007437

Statement of Standalone unaudited financial results for the quarter and nine months ended December 31, 2017 under Ind AS

S.No	Particulars	Rs in Lakhs					
		Quarter ended			Year to date figures for the 9 months ended		Year ended
		December 31, 2017 (unaudited)	September 30, 2017 (unaudited)	December 31, 2016 (unaudited)	December 31, 2017 (unaudited)	December 31, 2016 (unaudited)	March 31, 2017 (unaudited)
	<b>Income from Operations</b>						
1	Net Sales / Income from operations	15,804.52	13,180.67	12,695.78	52,395.05	40,605.49	58,393.66
2	Other Income (Net)	0.10	19.13	26.20	25.35	124.06	123.13
3	<b>Total Income (1+2)</b>	<b>15,804.62</b>	<b>13,199.80</b>	<b>12,721.98</b>	<b>52,420.40</b>	<b>40,729.55</b>	<b>58,516.79</b>
4	<b>Expenses</b>						
	Cost of materials consumed	12,765.98	11,759.87	5,320.75	38,022.24	23,760.21	35,795.40
	Purchase of stock-in-trade - Traded goods	-	-	4,679.24	11.66	7,555.88	7,925.69
	Changes in inventories of raw material	-	-	-	-	-	-
	Increase/decrease in Stock in Trade	192.53	(1,904.25)	(959.36)	5,327.57	(2,996.40)	(1,906.53)
	Employee benefit expenses	721.06	702.75	658.88	2,144.06	2,018.78	2,628.47
	Power and Fuel	150.41	348.24	323.10	829.08	1,356.92	1,644.64
	Finance costs	3,611.56	3,170.68	3,029.32	9,893.33	7,459.46	11,420.83
	Depreciation and amortization expense	657.58	657.59	652.07	1,972.75	1,673.72	2,456.13
	Excise Duty Expenses	1,434.00	1,176.82	1,079.59	1,505.40	3,112.16	4,483.52
	Other expenses	-	-	1,004.22	4,013.23	3,410.12	4,686.98
	<b>Total Expenses</b>	<b>19,533.10</b>	<b>15,911.70</b>	<b>15,787.81</b>	<b>63,719.32</b>	<b>47,349.83</b>	<b>69,135.63</b>
5	<b>Profit/ (loss) before exceptional items and tax (3-4)</b>	<b>(3,728.48)</b>	<b>(2,711.90)</b>	<b>(3,065.83)</b>	<b>(11,298.92)</b>	<b>(6,620.28)</b>	<b>(10,618.24)</b>
6	Exceptional items	178.10	780.69	7.35	958.79	90.39	290.32
7	<b>Profit/ (loss) before tax (5-6)</b>	<b>(3,906.58)</b>	<b>(3,492.59)</b>	<b>(3,073.18)</b>	<b>(12,257.71)</b>	<b>(6,710.67)</b>	<b>(10,908.56)</b>
8	<b>Tax expense</b>						
	Current tax	-	-	-	-	-	-
	Deferred tax	-	-	-	-	-	-
	<b>Total Tax Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,195.28)</b>
9	<b>Profit/ (loss) for the period from continuing operations (7-8)</b>	<b>(3,906.58)</b>	<b>(3,492.59)</b>	<b>(3,073.18)</b>	<b>(12,257.71)</b>	<b>(6,710.67)</b>	<b>(8,713.28)</b>
10	<b>Profit / (Loss) from discontinued operations</b>						
11	Tax expense of discontinued operations	-	-	-	-	-	-
12	<b>Profit / (Loss) from discontinued operations (after tax) (10-11)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
13	<b>Profit/ (loss) for the period (9+12)</b>	<b>(3,906.58)</b>	<b>(3,492.59)</b>	<b>(3,073.18)</b>	<b>(12,257.71)</b>	<b>(6,710.67)</b>	<b>(8,713.28)</b>
14	<b>Other comprehensive income , net of income tax</b>						
	a) (i) items that will not be reclassified to profit or loss	15.23	15.23	15.22	45.69	76.12	91.35
	(ii) income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	b) (i) items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total other comprehensive income , net of income tax</b>	<b>15.23</b>	<b>15.23</b>	<b>15.22</b>	<b>45.69</b>	<b>76.12</b>	<b>91.35</b>
15	<b>Total comprehensive income/ (loss) for the period (13+14)</b>	<b>(3,891.35)</b>	<b>(3,477.36)</b>	<b>(3,057.96)</b>	<b>(12,212.02)</b>	<b>(6,634.55)</b>	<b>(8,621.93)</b>
16	Paid-up equity share capital	1470.25	1470.25	1,469.52	1470.25	1,469.52	1470.25
	Face value per share (Rs)	10	10	10	10	10	10
17	Earning per share (Rs) (not annualised)						
	- Basic	(26.57)	(23.76)	(20.91)	(83.37)	(45.67)	(59.26)
	- Diluted	(26.57)	(23.78)	(20.91)	(83.37)	(45.67)	(59.26)

Notes:

- 1 The above quarterly results for the quarter and nine months ended December 31, 2017 as reviewed and recommended by the Audit committee of the Board, has been approved by the Board of Directors at its meeting held on 13th February, 2018
- 2 The statement has been prepared in accordance with the companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2017, the Company has for the first time adopted Ind AS with a transition date of April 1, 2016.
- 3 Post the applicability of Goods and Services Tax (GST with effect from July 1, 2017, revenue from operations are required to be disclosed net of GST in accordance with the requirements of Ind AS. Accordingly, the revenue from operations for the quarter and nine months ended December 31, 2017 are not comparable with the corresponding previous quarter and nine months in the above financial results which are reported inclusive of excise duty.
- 4 The Ind AS compliant financial results, pertaining to quarter and nine months ended December 31, 2016 and year ended March 31, 2017 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 5 The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5 2016, Ind AS and Schedule III (Part II) to the Companies Act, 2013, which are applicable to companies that are required to comply with Ind AS.
- 6 The Company has organised the business into three segments viz. Steel Division, Synthetic Division and Power. This reporting complies with the Ind AS segment reporting principles.

Particulars	Rs. in Lakhs					
	Three months ended			Nine months ended		Year ended
	December 31, 2017 (unaudited)	September 30, 2017 (unaudited)	December 31, 2016 (unaudited)	December 31, 2017 (unaudited)	December 31, 2016 (unaudited)	March 31, 2017 (unaudited)
<b>Segment Revenue</b>						
Steel Division	11,544.59	8,653.19	6,704.24	38,389.23	27,043.10	39,965.94
Synthetic Division	1,661.37	1,221.49	1,478.12	4,479.39	5,951.61	6,131.46
Power	2,588.56	3,305.99	4,513.42	9,526.43	7,610.78	10,296.26
Revenue from operations (Net)	15,804.52	13,180.67	12,695.78	52,395.05	40,605.49	56,393.66
<b>Segment Results</b>						
Profit (+) / Loss (-) before tax and finance cost						
Steel Division	(485.92)	(1,030.59)	(257.59)	(3,029.78)	(483.37)	(1,029.14)
Synthetic Division	(138.45)	(175.43)	(87.62)	(314.53)	(51.51)	(202.97)
Power	329.35	884.11	301.35	979.93	1,283.67	1,744.36
Total	(295.02)	(321.91)	(43.86)	(2,354.38)	748.79	512.27
Add/ Less : Finance Cost	3,611.56	3,170.68	3,029.32	9,893.33	7,459.46	11,420.83
Profit/(Loss) from continuing operations	(3,906.58)	(3,492.59)	(3,073.18)	(12,257.71)	(6,710.67)	(10,908.56)
Profit/(Loss) from discontinuing operations	-	-	-	-	-	-
Profit Before Tax	(3,906.58)	(3,492.59)	(3,073.18)	(12,257.71)	(6,710.67)	(10,908.56)

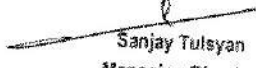
The above figures reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below  
(Rupees in Lakhs)

Particulars	Quarter ended December 31, 2016	Nine months ended December 31, 2016	Year ended March 31, 2017
Net Profit as per previous GAAP (Indian GAAP)	(2,978.36)	(6,390.07)	(8,184.72)
Ind AS Adjustments : Add/ (less)			
Impact of Straight Lining of Rental Expense	(0.09)	(0.26)	(0.33)
Impact of interest expense on account of unwinding of preference shares	(47.53)	(141.33)	(188.06)
Impact of Amortised Cost	(3.37)	(17.06)	(20.36)
Impact of fully depreciating stores and spares which have been reclassified to PPE	-	-	(114.02)
Additional depreciation on PPE fair valued	(28.61)	(85.83)	(114.44)
<b>Total Ind AS Adjustments</b>	<b>(79.60)</b>	<b>(244.48)</b>	<b>(437.21)</b>
<b>Total comprehensive income as per Ind AS</b>	<b>(3,057.96)</b>	<b>(6,634.55)</b>	<b>(8,621.93)</b>

The above reconciliation statement have been provided in accordance with circular CIR/CFD/FAC/2016 issued by SEBI dated July 5, 2016 on account of implementation of Ind AS by listed companies.

8 Figures pertaining to the previous quarter have been reclassified wherever necessary.

for Tulsyan NEC Limited

  
Sanjay Tulsyan  
Managing Director  
DIN : 00632802

Place: Chennai

Date : 13th February, 2018



## CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Swathi Court, Flat No. C & D, No. 43, (Old No. 22)  
Vijayaraghava Road, T. Nagar, Chennai - 600 017,  
Tel : +91-44-4554 1480 / 81; Fax : +91-44-4554 1482  
Web : www.cngsn.com ; Email : info@cngsn.com

**Dr. C.N. GANGADARAN**  
B.Com., FCA, MBIM (Lond.), Ph.d.

**S. NEELAKANTAN**  
B.Com., FCA

**R. THIRUMALMARUGAN**  
M.Com., FCA

**B. RAMAKRISHNAN**  
B.Com., Grad. CWA, FCA

**V. VIVEK ANAND**  
B.Com., FCA

**CHINNSAMY GANESAN**  
B.Com., FCA, DISA (ICAI)

**D. KALAIALAGAN**  
B.Com., FCA, DISA (ICAI)

**K. PARTHASARATHY**  
B.Com., FCA

**NYAPATHY SRILATHA**  
M.Com., FCA, PGDFM

**E.K. SRIVATSAN**  
B.Com., FCA

### **Limited Review Report on Quarterly Standalone Financials Results of Tulsyan NEC Limited pursuant to Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
The Board of Directors  
Tulsyan NEC Limited

We have reviewed the unaudited financial results of Tulsyan NEC Limited (the "Company") for the quarter and nine months ended December 31, 2017 which are included in the accompanying 'Statement of Unaudited Financial Results for Quarter and Nine months ended December 31, 2017' together with the notes thereon (the "Statement"). The Statement has been prepared by the Company's management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by its Board of Directors. Further, the management is also responsible. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited balance sheet as at April 1, 2016 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.

#### **Scope of Review**

We conducted our review in accordance with 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 accounts 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 procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



CNGSN & Associates LLP, a Limited Liability Partnership with LLP Identity No.AAC-9402

Offices at : • Chennai -17, Chennai -32 • Vellore • Coimbatore • Hyderabad

## Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters:

- (a) The net worth of the Company is totally eroded and the Company has incurred significant losses in the quarter and nine months ended December 31, 2017. Based on information and explanation given to us, the Company is in the process of restructuring its borrowings from banks and also in the process of finalising alternative business plans which are expected to result in profits in the future. The Company has, however, provided interest on all loans outstanding at contracted rates as an abundant caution though some of the banks have not charged any interest on the loans outstanding since it become non-performing assets. Considering the uncertainties involved as described above, the Company has prepared the attached Statement on a going concern basis.
- (b) Note 2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2017 and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.
- (c) We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter and nine months ended on December 31, 2016 and for the year ended March 31, 2017 and accordingly, we do not express any conclusion on the results in the Statement for the quarter and nine months ended December 31, 2016 and the year ended March 31, 2017 respectively. As set out in Note 4 to the Statement, these figures have been furnished by the Management.

## Conclusion

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 applicable accounting standards i.e., Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies act, 2013 read with relevant rules thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulations 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 and SEBI Circular dated 05 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

### for M/s CNGSN & ASSOCIATES LLP

Chartered Accountants

Firm Registration No: 004915S/S200036



**K. PARTHASARATHY**

Partner

Membership No:018394

Place : Chennai

Date : 13/02/2018

