

Date: 30<sup>th</sup> May 2018

To,

BSE Limited (SME Exchange)  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai – 400001

Ref: Scrip Code No - 540082

Sub: Submission of Audited Financial Results for the half year and year ended March 31, 2018

Dear Sir(s),

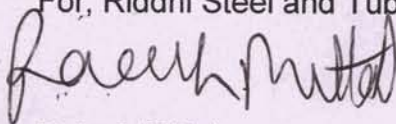
With reference to our letter dated 22<sup>nd</sup> May 2018, we wish to inform you that the Board of the Company at its meeting held today, commenced at 6:30 PM and concluded at 7:30 PM has approved the Audited financial results of the Company for the Half year and year ended on March 31, 2018.

Pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") we enclose following:

- I. Statement showing the Audited Financial Results for the half year and year ended March 31, 2018.
- II. Auditor's Report on Audited Financial Results for the year ended March 31, 2018.

Please take note of same.

For, Riddhi Steel and Tube Limited



Rajesh Mittal  
Managing Director



# Riddhi Steel And tube Limited

(CIN: L27106GJ2001PLC039978)

83/84, Village - Kamod, Piplaj Pirana Road, Post - Aslali, Ahmedabad - 382427

## AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31/03/2018

( In lakh except per share data)

Sr. No.	Particulars	6 Months ended 31-03-2018	Preceding 6 Months ended 30-09-2017	Corresponding 6 months ended in the previous year 31-03-2017	Year to date figures for current period ended 31-03-2018	Year to date figures for previous year ended 31-03-2017
		(Audited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
I	Revenue from Operations	16830.78	10122.59	13151.94	26953.37	24158.12
II	Other income	4.01	59.88	95.23	63.89	151.10
III	Total Revenue (I+II)	16834.79	10182.47	13247.17	27017.26	24309.22
IV	Expenses:					
	(a) Cost of Materials consumed	15332.06	8552.33	12113.13	23884.39	22005.62
	(b) Purchase of stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock in trade	(70.98)	266.96	(385.88)	195.98	(749.03)
	(d) Employee benefit Expenses	62.56	57.88	37.44	120.44	70.46
	(e) Finance costs	432.06	421.02	532.16	853.08	1032.77
	(f) Depreciation and amortisation expenses	178.65	149.54	158.16	328.19	330.22
	(g) Other expenses	582.65	569.62	566.71	1152.27	1203.96
	Total Expenses	16517.00	10017.35	13021.72	26534.35	23894.00
V	Profit before exceptional and extraordinary Items and tax (III-IV)	317.78	165.13	225.45	482.91	415.22
VI	Exceptional items	-	-	-	-	-
VII	Profit before extraordinary Items and tax (V-VI)	317.79	165.13	225.45	482.91	415.22
VIII	Extraordinary Items	-	-	-	-	-
IX	Profit before tax (VII-VIII)	317.78	165.13	225.45	482.91	415.22
X	Tax expense					
	1) Current Tax	104.16	55.50	70.26	159.66	135.26
	2) Deferred tax	12.50	(2.93)	17.03	9.57	11.83
XI	Profit / (Loss) for the period from Continuing Operations (IX-X)	201.12	112.56	138.16	313.67	268.13
XII	Profit / (Loss) from discontinuing Operations	-	-	-	-	-
XIII	Tax Expenses of discontinuing Operation	-	-	-	-	-
XIV	Profit / (Loss) from discontinuing Operations (After Tax) (XII-XIII)	-	-	-	-	-
XV	Profit / (Loss) for the period (XI+XIV)	201.12	112.56	138.16	313.67	268.13
	Paid-up equity share capital (Face value of ` 10 each)	82902520	82902520	82902520	82902520	82902520
XVI	Earnings Per equity Share (before extraordinary items)					
	(i) Basic	2.43	1.36	1.66	3.78	3.23
	(ii) Diluted	2.43	1.36	1.66	3.78	3.23
	Earnings Per equity Share (after extraordinary items)					
	(i) Basic	2.43	1.36	1.66	3.78	3.23
	(ii) Diluted	2.43	1.36	1.66	3.78	3.23

**Notes :**

- 1 The aforesaid Financial Results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its Meeting held on May 30, 2018.
- 2 Previous period's/year's figures have been regrouped/rearranged wherever necessary, to confirm to the current half year's/year's classification.
- 3 The Company is operating as a single segment company, engaged in the business of Iron & Steel Products hence there is no separate reportable business segment.
- 4 Tax expenses includes current tax, deferred tax and adjustment of taxes for the earlier years.
- 5 No Investor's complaint was pending at the beginning & end of the Quarter.

Place: Ahmedabad  
Date : 30th May 2018

For, Y J MALKANI & CO.  
Chartered Accountants  
M.NO. 173492

For, RIDDHI STEEL AND TUBE LIMITED  
Managing Director  
Rajesh Mittal

Director  
Preeti Mittal





# Riddhi Steel And tube Limited

(CIN: L27106GJ2001PLC039978)

83/84, Village - Kamod, Piplaj Pirana Road, Post - Aslali, Ahmedabad - 382427

Statement of Assets And Liabilities for the year ended 31/03/2018

	Particulars	Year ended on 31.03.2018	Year ended on 31.03.2017
			Rs.In Lakh
<b>(I)</b>	<b>EQUITY AND LIABILITIES</b>		
1	Shareholders' funds		
	(a) Share Capital	829.03	829.03
	(b) Reserves and Surplus	2893.78	2580.10
	(c) Money received against share warrants	-	-
	<b>Total Shareholder's Funds</b>	<b>3722.81</b>	<b>3409.13</b>
2	Share application money pending allotment		-
3	<b>Non-current liabilities</b>		-
	(a) Long term borrowings	4163.13	3971.77
	(b) Deferred tax liabilities (Net)	127.70	118.13
	(c) Other Long term liabilities	-	-
	(d) Long-term provisions	-	-
	<b>Sub-total Non - Current Liabilities</b>	<b>4290.83</b>	<b>4089.90</b>
4	<b>Current liabilities</b>		
	(a) Short term borrowings	4121.88	3814.24
	(b) Trade payables-		
	(A) total outstanding dues of micro enterprises and small enterprises;and	-	-
	(B) total outstanding dues of creditors other than micro enterprise and small enterprise	1010.17	665.46
	(c) Other current liabilities	103.87	255.18
	(d) Short-term provisions	159.66	162.93
	<b>Sub-total - Current Liabilities</b>	<b>5395.59</b>	<b>4897.81</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>13409.23</b>	<b>12396.84</b>
<b>(II)</b>	<b>ASSETS</b>		
1	<b>Non-current Assets</b>		
	(a) Fixed assets		
	(i) Tangible Assets	2646.92	2286.14
	(ii) Intangible Assets	-	-
	(iii) Capital Work in Progress	347.07	343.79
	(iv) Intangible assets under development	-	-
	(b) Non-current investments	-	-
	(c) Deferred Tax Assets (net)	-	-
	(d) Long-term loans and advances	-	-
	(e) Other non-current assets	-	-
	<b>Sub-total Non - Current Assets</b>	<b>2993.98</b>	<b>2629.93</b>
2	<b>Current Assets</b>		
	(a) Current Investments	-	-
	(b) Inventories	3461.32	2911.69
	(c) Trade Receivables	5459.05	4584.75
	(d) Cash and Cash equivalents	15.58	81.53
	(e) Short-term loans and advances	1479.29	2188.94
	(f) Other current assets	-	-
	<b>Sub-total - Current Assets</b>	<b>10415.25</b>	<b>9766.91</b>
	<b>TOTAL - ASSETS</b>	<b>13409.23</b>	<b>12396.84</b>



Place : Ahmedabad  
Date : 30th May 2018

For, Y J MALKANI & Co  
*Rajesh Mittal*  
Managing Director  
Rajesh Mittal



For, RIDDHI STEEL AND TUBE LIMITED  
*Preeti Mittal*  
Director  
Preeti Mittal

**CHARTERED ACCOUNTANTS**  
M.NO. 173492

30<sup>th</sup> May 2018

To,  
BSE Limited (SME Exchange)  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort  
Mumbai- 400 001

Scrip Code No. 540082

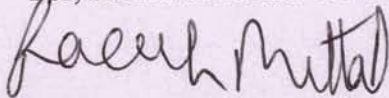
Declaration regarding the Auditor's Report with unmodified opinion(s) pursuant to SEBI  
Circular CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May 2016

Sir,

Pursuant to SEBI Circular CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May 2016 and provision of SEBI (LODR) Regulations, 2015 the Company here by declares that the Auditors has furnished their report with unmodified opinion(s) with respect to financial results for the year ended on 31<sup>st</sup> March 2018.

Please take note of same.

For, Riddhi Steel and Tube Limited



Managing Director  
Rajesh Mittal  
(DIN: 00878934)





## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF RIDDHI STEEL & TUBE LIMITED

#### Report on the Financial Statements

We have audited the accompanying financial statements of **RIDDHI STEEL & TUBE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2018, the Statement of Profit and Loss, cash flow statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We have conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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



## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2017, and its Profits and its cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

- i. As required by the Companies (Auditor's Report) Order, 2016 ("The Order") issued by the Central Government of India in terms of subsection 11 of section 143 of the Act, We give in the Annexure - A a statement on the matters specified in the paragraph 3 and 4 of the order to the extent possible.
- ii. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate report in **Annexure - B**; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has no pending litigations which can impact its financial position.
    - ii. The company has made the provision, as required under the applicable laws or accounting standards for material foreseeable losses on long term contracts including derivative contracts.
    - iii. The company is not require to transfer any amount to the Investor Education and Protection Fund.
- iv. The company has provided requisite disclosures in its financial statement to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer additional notes 21.7 to the financial statements.



Ahmedabad  
30<sup>th</sup> May, 2018



For, Y.J Malkani & Co.  
Chartered Accountants

*Yas J Malkani*  
Yasin J. Malkani  
Proprietor  
M.No. 173492  
FRN 143143W



**"ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF RIDDHI STEEL AND TUBE LIMITED**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2018:

**1. In respect of its Property, Plants & Equipments:**

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plants & Equipments;
- (b) The Property, Plants & Equipments have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the Property, Plants & Equipments has been physically verified by the management during the year and no material discrepancies between the books records and the physical Property, Plants & Equipments have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company.

**2. In respect of its Inventories:**

- (a) The management has conducted the physical verification of inventory at reasonable intervals.
- (b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

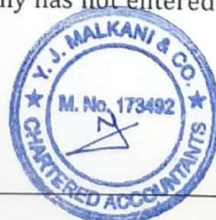
- 3. The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Act, with respect to loans and investments made.
- 5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable
- 6. With reference to the compulsory cost records to be maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government of India under section 148 of the Companies Act, 2013, the Company has complied with the same, however we have not made a detailed examination of the records.





**7. In respect of Statutory Dues:**

- (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employee's state insurance, income tax, sales tax, wealth tax, custom duty, excise duty, cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amount is payable in respect of income tax, wealth tax, sales tax, customs duty, excise duty and cess, etc., for a period of more than six months from the date they became payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
9. Based upon the audit procedures performed and the information and explanations given by the management, the company has raised moneys by way of initial public offer and term Loans and were utilized for the purpose for which they were raised.
10. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11. Based upon the audit procedures performed and the information and explanations given by the management, the remuneration paid is within the limits laid down under section 197 read with schedule V of the companies Act, 2013. Accordingly, the provisions of clause 3 (xi) of the Order are not applicable to the Company and hence not commented upon.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions



with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

16. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Ahmedabad  
30<sup>th</sup> May, 2018



For, Y.J Malkani & Co.  
Chartered Accountants

*Y.J. Malkani*  
Yasin J. Malkani  
Proprietor  
M.No. 173492  
FRN 143143W



**“ANNEXURE - B” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF RIDDHI STEEL AND TUBE LIMITED**

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)**

We have audited the internal financial controls over financial reporting of **RIDDHI STEEL AND TUBE LIMITED** (“the Company”) as of March 31, 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls:**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that :

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Ahmedabad  
30<sup>th</sup> May, 2018



For, Y.J Malkani & Co.  
Chartered Accountants

*Yasin J. Malkani*  
Yasin J. Malkani  
Proprietor  
M.No. 173492  
FRN 143143W