



SAL STEEL LIMITED

Admn. Office : Shah Alloys Corporate House, Sola - Kalol Road, Santej, Ta. Kalol, Dist. Gandhinagar- 382721
Regd. Office : 5/1, Shreeji House, 5th Floor, Behind M.J.Library, Ashram Road, Ahmedabad- 6. India
Phone : 02764 - 661100

August 13, 2018

To,
The Department of Corporate Services
Bombay Stock Exchange Ltd.
Ltd
25th Floor, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

To,
The Manager [Listing]
National Stock Exchange of India
"Exchange Plaza", C-1, Block-G,
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

BSE Scrip Code: 532604

NSE Symbol: SALSTEEL

Sub: Outcome of Board Meeting

With reference to above, kindly be informed that the Board of Directors of the company in its meeting held today have considered the Unaudited Quarterly Results along with Limited Review Report for the quarter ended on 30.06.2018, copy of approved results along with Limited Review Report is enclosed for ready reference.

The Board, on the recommendation of the Nomination and Remuneration Committee of Directors, approved the continuation of directorship of Shri J.M. Shah, Shri Shrikant Jhaveri & Shri A. C. Patel, non executive Independent Directors who has attained the age of Seventy Five years, subject to the approval of members in ensuing Annual General Meeting of the Company scheduled to be held on 24th September 2018. The addendum to the Notice of 15th Annual General Meeting is also approved by the Board. *[Board Meeting commenced on 04:30 p.m. and concluded on 05:10 p.m.]*

Kindly take the above on your record.

Thanking you,

Yours faithfully,
For, **S.A.L. Steel Ltd**


Company Secretary
Encl: a/a

CIN-L 29199GJ2003PLC043148

SAL**S.A.L. STEEL LIMITED**

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.

UnAudited Financial Results for the Quarter Ended as on 30th June 2018

₹ in Crores

	Particulars	Quarter Ended			year Ended
		30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
		(UnAudited)	(Audited)	(UnAudited)	(Audited)
I	Revenue from operations	158.35	125.14	94.27	446.08
II	Other Operating Income	0.00	0.76	0.26	2.71
III	Total Revenue (I + II)	158.35	125.90	94.53	448.79
IV	Expenses				
a)	Cost of Materials consumed	91.40	64.23	78.03	338.96
b)	Purchase of stock-in-trade	0.00	9.39	0.00	12.10
c)	Changes in inventories of finished goods, work-in-progress	14.38	14.80	(1.22)	(22.90)
d)	Employee benefits expense	4.19	3.70	3.12	13.99
f)	Finance Costs	0.00	0.74	0.32	1.16
g)	Depreciation and amortisation expenses	1.95	2.25	1.68	7.75
h)	Consumption of stores & Spares	2.80	8.08	2.53	17.52
i)	Power Cost and cost of power generation	36.93	8.85	11.08	52.66
j)	Other Expenses	16.06	8.03	6.77	27.37
	Total Expenses	167.71	120.07	102.31	448.61
V	Profit/ (Loss) before exceptional and extraordinary items and tax	(9.36)	5.83	(7.78)	0.18
VI	Exceptional Item	0.00	63.78	0.00	63.78
VII	Profit/ (Loss) After exceptional and extraordinary items and before tax	(9.36)	69.61	0.00	63.96
VIII	Tax Expense	0.00	0.00	0.00	0.00
	Current Tax	0.00	0.00	0.00	0.00
	Deferred Tax	-1.39	21.57	0.00	21.57
IX	Profit/ (Loss) for the period from continuing operations (VII-VIII)	(7.97)	48.04	(7.78)	42.39
X	Profit / (Loss) from discontinuing operations	0.00	0.00	0.00	0.00
XI	Tax expense of discontinuing operations	0.00	0.00	0.00	0.00
XII	Profit/(Loss) from Discontinuing operations (after tax) (X-XI)	0.00	0.00	0.00	0.00
XIII	Net (Loss) profit for the period (IX + XII)	(7.97)	48.04	(7.78)	42.39
	Other Comprehensive income (Net of Tax)	0.04	0.05	0.04	0.16
XIV	Total Comprehensive income/(Loss) (after tax)	(7.93)	48.09	(7.74)	42.55
	(1) Basic	(0.94)	5.65	(0.92)	4.99
	(2) Diluted	(0.94)	5.65	(0.92)	4.99

Notes:

- The above results were reviewed and recommended by the Audit Committee and were approved by the Board of Directors at its meeting held on 11th August 2018.
- The Statutory Auditors have carried out a Limited Review of the Financial Results for the quarter ended June 30, 2018.

3	Results for the quarter ended as on 30.06.2018 have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (IND AS) notified by the Ministry of Corporate Affairs. The results for the quarters have been restated as per IND AS and are comparable on like to like basis.
4	Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.
5	The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Ind As 108, Operating Segment. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Ind As 108, Operating Segment. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Ind As 108, Operating Segment. Accordingly, company is not require to submit segment reporting.
6	The format for above results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circular dated July 5, 2016, IND AS and Schedule III [Division II] to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
7	According to the requirements of Ind AS and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, revenue for the corresponding previous quarter ended June 30, 2017 was reported inclusive of Excise Duty. The Government of India has implemented Goods and Service Tax ('GST') from July 1, 2017 by replacing/subsuming Excise duty, Value Added Tax, Service Tax and various other indirect taxes under GST. As per Ind AS 115, the revenue for the quarter ended June 30, 2018 are reported net of GST.
8	The Management expects that the loss of allowance if any as per Expected credit loss Method on the financial assets will not be significant enough in the Quarter ended as on June 30, 2018 and hence, the Management has not given effect of the same in the financial results .
9	During the period under review, the company has written off an amount of Rs.9,12,32,064/- paid as advances for capital projects shown under the heading of "Long term loans and advances" up to the Financial year 2017-18
10	The reconciliation of net profit or loss for the quarter ended on 30th June. 2017 as prepared under Indian GAAP with net profit or loss as restated in accordance with Ind AS is given below:

(₹ in Crores)		
Particulars	Quarter ended 30.06.2018	Quarter ended 30.06.2017
Net Profit after Tax as per previous Indian GAAP	(7.97)	(7.78)
Employee benefits - Actuarial Gain / (loss) recognized in OCI	0.04	0.04
Total comprehensive income under IND AS	(7.93)	(7.74)

For S.A.L. Steel Limited



Rajendra V. Shah
Chairman
(DIN 00020904)

Place: Santej
Date : 13-08-2018



Limited Review Report on the Unaudited Financial Results for the quarter ended June 30, 2018 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To the Board of Directors of **SAL STEEL LIMITED**

We have reviewed the accompanying statement of unaudited financial results ("the statement") of **SAL STEEL LIMITED** "the company" for the Quarter ended 30th June, 2018. being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing obligations & Disclosure Requirements) Regulation, 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated 05TH July, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor" 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 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

Basis for Qualified opinion

- 1. The Company has not evaluated the provisioning requirement of a loss allowance on its financial assets so as to give effect of impairment if any as per the expected credit loss method as per the requirement of Ind AS 109 "Financial Instruments" and hence, the effect of the same if any on the Financial Results is not identifiable therefore, We are unable to comment upon its impact on the Quarterly results for the period ended June 30, 2018.***



Qualified Conclusion

Based on our review conducted as above, *except as mentioned in qualified opinion* nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid accounting standard and other recognized accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

EMPHASIS OF MATTER

- 1. The Financial results Indicate that the Company's current liabilities exceeded its current assets as at the previous year balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, considering the management view, the financial results of the Company has been prepared on a going concern basis.**
- 2. Note 5 to the financial results which describes about the Non disclosure of Reportable Segments as required under Indian Accounting Standard — 108 'Operating Segments'. As IND AS 108 Operating Segments mandates the disclosure requirements there is no impact on the financial results due to non disclosure.**
- 3. During the period under review, the company has written off an amount of Rs.9,12,32,064/- paid as advances for capital projects shown under the heading of "Long term loans and advances" up to the Financial year 2017-18.**

Our report is not modified in respect of this matter of Emphasis



OTHER MATTERS

- I) Balance of Trade receivables, Loans & Advances & Trade payables are subject to confirmation from respective parties.
- II) The closing stock as at 30.06.2018 is as taken, valued and certified by the Management.

Our Conclusion is not modified in respect of other matters.

Date: 13/08/18

Place: Ahmedabad



For Parikh & Majmudar
Chartered Accountants
FRNNO 107525W


C.A. Dr. Hiten Parikh
PARTNER
M.No. 40230