



Ankit Metal & Power Ltd.

CIN No. : L27101WB2002PLC094979

11th August, 2017

To
The Listing Department
National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex
Mumbai – 400 051

Ref: Scrip Symbol – ANKITMETAL

Sub: Outcome of Board Meeting- Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 33 & 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Unaudited Financial Results of the Company for the quarter ended 30th June, 2017, along with the Limited Review Report as considered and approved by the Board of Directors of the Company at its meeting held today, i.e. Friday, 11th August, 2017.

The Board of Directors of the Company had also approved the following matters:

1. The Board of Directors has appointed Mr. Ravindra Kumar Mehra (DIN: 07898952) as Additional Independent Director w.e.f. 11th August, 2017.
2. The Board of Directors had received a resignation letter from Mr. Prem Narayan Khandelwal, Independent Director (DIN: 00438367) dated 12th June, 2017 and placed the same in the Board Meeting held today, i.e. 11th August, 2017. His resignation is accepted effective from 11th August, 2017.
3. The Appointment of New Statutory Auditor M/s J.B.S. & Company, Chartered Accountants (FRN: 323734E), consequent upon completion of term of previous Auditor.

The meeting of the Board of Directors commenced at 11:10 P.M and concluded at 11:33 P.M.

This is for your information. Kindly take the same on your record.

Thanking You,

Yours faithfully,

For Ankit Metal & Power Limited

Jaya Pathak
Company Secretary & Compliance Officer

Corporate & Communication Office :

SKP HOUSE

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West Bengal

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R. Kothari & Company

CHARTERED ACCOUNTANTS

KOLKATA, NEW DELHI

LIMITED REVIEW REPORT

To

The Board of Directors

M/S. Ankit Metal & Power Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results ('the Statement') of M/s. Ankit Metal & Power Limited ('the Company') for the quarter ended 30th June, 2017 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement, in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34: "Interim Financial Reporting" specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies Indian Accounting Standards Rules, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (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 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.
4. We draw attention to Note No. 2 of the unaudited financial results with regard to non provision of interest expenses amounting to ₹ 2,625.14 Lacs on the borrowings of the Company for the quarter ended June 30, 2017 which is not in accordance with the requirements of Ind AS 23: "Borrowing Costs" read with Ind AS 109: "Financial Instruments".



Had the aforesaid interest expense been recognized, the finance cost for the quarter ended 30th June, 2017 would have been ₹ 3,372.70 Lacs instead of ₹ 747.56 Lacs and total comprehensive loss would have been ₹ 5,460.34 Lacs instead of ₹ 2,835.20 Lacs.

5. Based on our review conducted as stated above, except for the matter referred in Paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. (a) We draw your attention to Note No.3 of the financial results which indicate that as at 30th June, 2017, the accumulated losses amounting to ₹ 78,396.45 Lacs has eroded the entire net worth of the company, indicating the existence of a material uncertainty about the Company's ability to continue as a going concern. These financial statements have been prepared on a going concern basis for the reasons stated in the said note.
- (b) Certain secured loans and advances, trade receivables, trade payables and other liabilities are subject to confirmations and reconciliations.
- (c) In general it was noticed that applicable statutory dues were not deposited within due dates to the respective authorities. Substantial amount of statutory dues amounting to ₹ 2,128.33 Lacs has become overdue and remain unpaid. Interest, penalty, if any, in respect of the same has remained unascertained and unaccounted for.

Our report is not modified in this matter.

Date: 11.08.2017
Place: Kolkata



For R. Kothari & Company
Chartered Accountants
Firm Reg. No.: -307069E

Manoj Kumar Sethia

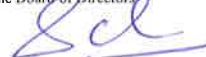
C.A. Manoj Kumar Sethia
Partner
Membership No.: - 064308

Statement of Unaudited Financial Results for the quarter ended 30th June, 2017					
(₹ in Lacs except EPS)					
	Particulars	Quarter Ended		30.06.2016 (UnAudited)	Year Ended 31.03.2017 (Audited)
		30.06.2017 (UnAudited)	31.03.2017 (Audited)		
I	Income				
	a) Gross Sales	1,322.19	1,440.69	-	2,433.17
	b) Other Operating Income	-	(122.84)	204.47	163.33
	Revenue from Operations	1,322.19	1,317.85	204.47	2,596.50
	Other Income	9.78	9.31	15.48	51.39
	Total Income (I)	1,331.97	1,327.16	219.95	2,647.89
II	Expenses				
	(a) Cost of Materials consumed	3,069.76	1,920.58	-	11,619.85
	(b) Purchase of Stock-in-Trade	-	-	-	-
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(1,521.87)	649.37	2,394.80	10,539.05
	(d) Excise Duty	146.85	125.82	-	236.00
	(e) Employee benefits expense	16.89	19.86	3.92	43.25
	(f) Finance Cost	747.56	675.32	4,150.28	1,509.62
	(g) Depreciation and amortisation expense	1,031.45	1,002.44	1,021.66	4,053.31
	(h) Power	142.80	158.50	3.81	335.02
	(i) Bad Debts (including Provision for Bad Debts)	-	1,402.99	-	1,402.99
	(j) Other expenses	535.75	1,561.82	200.91	1,995.21
	Total Expenses (II)	4,169.19	7,516.70	7,775.38	31,734.30
III	Profit/ (Loss) before exceptional items and tax (I-II)	(2,837.22)	(6,189.54)	(7,555.43)	(29,086.41)
IV	Exceptional Items	-	843.25	-	843.25
V	Profit/(Loss) before tax (III-IV)	(2,837.22)	(7,032.79)	(7,555.43)	(29,929.66)
VI	Tax expense	-	-	-	-
VII	Net Profit/(Loss) for the period (V-VI)	(2,837.22)	(7,032.79)	(7,555.43)	(29,929.66)
VIII	Other Comprehensive Income				
	A (i) Items that will not be reclassified to Profit and Loss	2.02	23.07	(5.00)	8.07
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to Profit and Loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Total Other Comprehensive Income (Net of Tax)	2.02	23.07	(5.00)	8.07
IX	Total Comprehensive Income/(Loss) for the period (VII+VIII)	(2,835.20)	(7,009.72)	(7,560.43)	(29,921.59)
X	Paid-up equity share capital (Face Value ₹ 10 each)	14,111.05	14,111.05	14,111.05	14,111.05
XI	Earnings Per Share (of ₹ 10 each):				
	a) Basic	(2.01)	(4.98)	(5.36)	(21.21)
	b) Diluted	(2.01)	(4.98)	(5.36)	(21.21)
	See accompanying notes to the Unaudited Financial Results				

NOTES:-

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 11th August, 2017.
- The lenders have stopped charging interest on debts, since the dues from the company have been categorised as Non-Performing Asset. The Company is in active discussion/negotiation with its lenders to restructure its debt at a sustainable level. In view of the above, pending finalization of the restructuring plan, the company has not provided accrued interest of ₹ 2,625.14 Lacs in its books during the quarter ended 30th June, 2017. The unprovided interest liability as on 30th June, 2017 is ₹ 18,068.45 Lacs.
- The Company has incurred loss of ₹ 2,835.20 Lacs for the quarter ended 30th June, 2017 and accumulated loss as on 30th June, 2017 is ₹ 78,396.45 Lacs which is in excess of the entire net worth of the Company. The lenders of the Company are in the process of approving deep restructuring as a part of financial revival process. The steel industry scenario has since improved and the company has put in place measures for revival and cost reduction. Considering the initiative of the Company, the management is of the view of foreseeable future about the operations of the Company and accordingly the financial statements have been prepared under Going Concern basis.
- The management has evaluated and is of opinion that there are no major components of the fixed assets for adopting component based accounting as per Ind AS 16. However, the technical report in respect of the same is in process and the impact, if any, will be made on the receipt of the technical report.
- In the opinion of the management, current and non current asset have a value of realisation in the ordinary course of business at least equal to the amount at which they are stated in the accounts. Certain Balances of the sundry creditors, sundry debtors, unsecured loans and advances are subject to confirmations and reconciliation.
- The Company operates in one reportable segment only viz. Iron & Steel. However, the Company also generates power which is entirely used for the captive consumption. Hence, Segment Reporting is not applicable.
- The figures for the quarter ended 31st March, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the 3rd quarter of the relevant financial year.
- The figures of the previous period has been regrouped / reclassified, wherever necessary to conform to the classification for the quarter ended 30th June, 2017

On behalf of the Board of Directors


Suresh Kumar Patni
Chairman

Place: Kolkata
Date: 11th August, 2017

