

**EL FORGE LIMITED**

No.21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai - 600018

Phone: (044) 42207800 Fax: (044) 42014708 E-Mail: accounts@elforge.comWeb Site : <http://www.elforge.com> CIN :L34103TN1934PLC000669

Ref : EFL/MSE/0811/14

11th August, 2014

Madras Stock Exchange
"Exchange Building"
2nd Line Beach
Chennai 600 001

Dear Sir,

Please find enclosed Unaudited financial results of the Company for the quarter ended 30th June, 2014 considered at the meeting of the Board of Directors of the Company on 11th August, 2014 along with Independent Limited Review Report. for the quarter ended 30th June, 2014.

We are also enclosing Informations furnished as per Clause 20 of the Listing Agreement for the Year ended 31.03.2014 (01.07.2013 to 31.03.2014)

Kindly acknowledge receipt.

Thanking you,

Yours Faithfully

For EL FORGE LIMITED**COMPANY SECRETARY**

Encl : As above.



EL FORGE LIMITED

Reg.office: Door No.21C, A.R.K Colony, Eldams Road, Alwarpet, Chennai - 600018. Phone (044) 42207800
Telefax (044) 42014708 E Mail : elforgeho@elforge.com CIN L34103TN1934PLC000669

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30.06.2014

PART I

(Figures in Rupees Lacs)

Sl. No.	Particulars	Quarter			Previous
		Ended 30.06.2014 Unaudited	Ended 31.03.2014 Unaudited	Ended 30.06.2013 Unaudited	Year Ended 31.03.2014 (9 Months) Audited
1	Income From Operations				
	a) Net Sales/Income from Operations (Net of Excise Duty)	1733.98	1753.67	1934.51	5892.27
	b) Other Operating Income	0.00	0.00	0.00	757.34
	Total Income from Operations (net)	1733.98	1753.67	1934.51	6649.61
2	Expenses				
	(a) Cost of Material Consumed	977.63	964.15	1229.55	3270.91
	(b) Purchase of Stock in Trade	0.00	0.00	0.00	0.00
	(c) Changes in Inventories of Finished Goods, Work in Progress and stock in Trade	(39.97)	52.07	(14.65)	153.96
	(d) Employees Benefit Expenses	318.77	308.74	329.42	1017.51
	(e) Depreciation and amortisation expenses	241.72	234.64	201.15	705.38
	(f) Other Expenses	658.20	513.01	954.30	1924.96
	Total Expenses	2156.35	2072.61	2699.77	7072.72
3	Profit / (Loss) From Operations before other income Finance Cost and Exception items(1-2)	(422.37)	(318.94)	(765.26)	(423.11)
4	Other Income	16.56	22.06	66.08	90.30
	Profit/(Loss) before from ordinary activities before finance cost and exceptional item(3+4)	(405.81)	(296.88)	(699.18)	(332.81)
5	Finance Costs	34.99	*(616.54)	424.39	214.12
6	Profit / (Loss) from ordinary activities after finance cost before exceptional item(5-6)	(440.80)	319.66	(1123.57)	(546.93)
7	Exceptional Items	111.49	588.66	0.00	588.66
8	Profit / (Loss) from ordinary activities before tax(7+8)	(552.29)	(269.00)	(1123.57)	(1135.59)
9	Tax Expenses	0.00	0.00	0.00	0.00
10	Net Profit/(Loss) from ordinary activities after tax(9-10)	(552.29)	(269.00)	(1123.57)	(1135.59)
11	Extraordinary Items (Net of tax expenses)	0.00	0.00	0.00	0.00
12	Net Profit/(Loss) for the period	(552.29)	(269.00)	(1123.57)	(1135.59)
13	Paid Up Equity Share Capital (Face Value of the share Rs.10/- each	2032.43	2032.43	2032.43	2032.43
14	Reserves excluding Revaluation Reserves as per balance sheet				(4654.80)
15	Earning per share in Rs. Before extraordinary items (Not Basic	(2.72)	(1.32)	(5.53)	(5.59)
16	Diluted	(2.72)	(1.32)	(5.53)	(5.59)
PART II					
A	Particulars of Share Holding				
1	Public Share Holding				
	Number of Shares	11938446	11938446	11938446	11938446
	Percentage of Shareholding	58.74	58.74	58.74	58.74
2	Promoters and Promoter group share holding	8385858	8385858	8385858	8385858
	a) Pledged/Encumbered				
	- Number of Shares	7704600	7704600	7704600	7704600.00
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	91.88	91.88	91.88	91.88
	- Percentage of shares(as a % of the total share capital of the company)	37.90	37.90	37.90	37.90
	b) Non-encumbered				
	- Number of Shares	681258	681258	681258	681258.00
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	8.12	8.12	8.12	8.12
	- Percentage of shares(as a % of the total share capital of the company)	3.35	3.35	3.35	3.35
B	Particulars				
	Investor complaints				
	Pending at the beginning of the Quarter	Nil			
	Received during the Quarter	Nil			
	Disposed of during the Quarter	Nil			
	Remaining unresolved at the end of the Quarter	Nil			

Notes:

1. The above results for the quarter ended 30th June 2014, which have been subjected to a "Limited Review" by the statutory auditors of the company, as per the listing agreements with the stock exchanges have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11th August 2014.
2. The Company has two business segments (1) Manufacture and sale of steel forgings.
(2) Land and Development described as "Other Operating Income".
3. There has been no stoppage of operations in the Company and orders from Customers continue to flow in. The Management is taking steps to address the financial requirements of the Company and is confident of addressing the same and move to profitable operations. The Current Asset position will be strengthened once the Company generates profits from operations. The Management is confident of resolving the issues and hence prepared the financial statement on going concern basis.
4. The Management is taking steps to remit all statutory dues at the earliest.
5. The company has changed the method of accounting of interest on bank borrowings from mercantile to cash basis. The Interest on Borrowings, Other than Bank Borrowings, charged during the Quarter is Rs.34.99Lacs. * Previous quarter figures represents write back of interest due to this change.
6. Certain export expenses not relating to current period is charged under exceptional expenses.
7. Figures have been regrouped/rearranged wherever necessary.
8. Segment wise Revenue, Results capital employed clause 41 of the listing agreement.

Particulars	Quarter			Previous
	Ended 30.06.2014 Unaudited	Ended 31.03.2014 Unaudited	Ended 30.06.2013 Unaudited	Year Ended 31.03.2014 (9 Months) Audited
Segment Revenue				
Forgings	1733.98	1753.67	1934.51	5892.27
Land Income	0.00	0.00	0.00	757.34
Total Revenue	1733.98	1753.67	1934.51	6649.61
Segment Results				
Loss on forgings	(533.86)	(907.60)	(765.26)	(1769.11)
Land Income	0.00	0.00	0.00	757.34
Net Profit/ Loss before Interest	(533.86)	(907.60)	(765.26)	(1011.77)
Add : Interest Cost	34.99	(616.54)	424.39	214.12
Other Income	16.56	22.06	66.08	90.30
tax paid/Provision	0.00	0.00	0.00	0.00
Net Profit / Loss	(552.29)	(269.00)	(1123.57)	1135.59
Capital Employed				
Forgings	7277.04	6257.24	6909.80	6257.24
Land	1003.18	1003.18	1003.18	1003.18
Total	8280.22	7260.42	7912.98	7260.42

9. In view of erosion in the Networth of the Company the Board has decided to file the papers with BIFR and has placed the same for the shareholders approval in the agenda calling for the Annual General Meeting on 26th September, 2014
10. Unaudited consolidated Financial results for the Quarter ended 30.06.2014. (Rs.in lakhs)

Particulars	Quarter Ended 30.06.2014 Unaudited	Quarter Ended 31.03.2014 Unaudited	Previous Quarter Ended 30.06.2013 Unaudited	Year Ended 31st March 2014 Audited
Revenue	2579.51	2598.16	3014.03	9183.14
Net Loss	(521.61)	(233.66)	(1193.84)	(1060.97)
Earning Per share				
Basic(In Rs.)	(2.57)	(1.15)	(5.87)	(5.22)
Diluted(In Rs.)	(2.57)	(1.15)	(5.87)	(5.22)

The above consolidated results for the Quarter ended 30th June, 2014 have been approved by the board at its meeting held on 11th August 2014.

11. Consolidated Segment wise report

Particulars	Quarter Ended 30.06.2014 Unaudited	Quarter Ended 31.03.2014 Unaudited	Quarter Ended 30.06.2013 Unaudited	Previous Year Ended 31.03.2014 Audited
Revenue - Forgings	2579.51	2598.16	3014.03	8425.80
Land Income	0.00	0.00	0.00	757.34
Net Profit / (Loss)	(521.61)	(233.66)	(1193.84)	(1060.97)

For and on behalf of the Board

Mananand

VICE CHAIRMAN AND MANAGING DIRECTOR

Date : 11.08.2014

Place : Chennai



EL FORGE LIMITED

Regd. Office No.21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai – 600018

Phone : 42207800 Fax: (044) 42014708 E-Mail: accounts@elforge.com

Web Site : <http://www.elforge.com> CIN : L34103TN1934PLC000669

INFORMATIONS TO BE FURNISHED AS PER CLAUSE 20 OF THE LISTING AGREEMENT

NAME OF THE COMPANY : EL FORGE LIMITED
 DATE OF THE BOARD MEETING : 11th AUGUST, 2014
 FOR THE 9 MONTHS PERIOD : 31.03.2014

Sl No.		(Rs.in lakhs)	
		For the 9 Months Period ended 31.03.2014	For the Year ended 30.06.2013 (12 Months)
1.	Total Turnover and other receipts (net of stock differential)	6585.95	7458.96
2.	Total Expenditure (excluding interest & depreciation)	6802.04	8626.18
3.	Gross Profit (before interest, depreciation and tax)	(216.09)	(1167.22)
	Less:		
	a) Interest	214.12	1428.46
	b) Depreciation	705.38	786.36
	c) Tax liability	--	--
	Net Profit / (Loss)	(1135.59)	(3382.04)
4.	Add : Brought forward from previous year	(5999.04)	(2617.00)
5.	Less : Others if any, (Prior period adjustments)	--	--
6.	Profit / (Loss)	(7134.63)	(5999.04)
7.	Transfer to i) General Reserve	--	--
	ii) Debenture Redemption Reserve	--	--
	ii) Other Reserve	--	--
8.	(a) Dividend	--	--
	(b) Dividend Tax	--	--
9.	Less Transfer from General Reserve	--	--
10.	Balance carried forward	(7134.63)	(5999.04)
11.	Particulars of proposed rights/bonus issue/ convertible debenture issue	--	--
12.	Date of AGM/Closure of Register of Members	26/09/2014 Book Closure : 20.09.2014 to 26.09.2014 (both days inclusive).	
13.	Date from which the dividend is payable	Not Applicable	

For and on behalf of the Board

K.V. Ramachandran

K.V.RAMACHANDRAN
 VICE CHAIRMAN & MANAGING DIRECTOR

Date : 11.08.2014
 Place : Chennai

Independent Limited Review Report

To
Board of Directors
El Forge Ltd

01. We have reviewed the accompanying statement of unaudited financial results ("the statement of accompanied statement") of El Forge Limited ("the company") for the period ended 30th June, 2014. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
02. We conducted our review of the statement in accordance with the 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 Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatements. 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 opinion.
03. The Company's operating results has been materially affected due to various factors during the quarter ended 30th June, 2014 and as per this report, the net worth has become minus Rs.3714.93 Lakhs as on the aforementioned date. Accordingly, the appropriateness of the going concern assumption is dependent on the Company's ability to establish consistent profitable operations as well as raising, obtaining or infusing adequate / required fund to meet its short term and long term obligations. In the aforesaid report, we also stated the Current Liability exceeds the Current Assets by an amount of Rs.6860.50Lakh. In case the going concern concept is vitiated, necessary adjustments will be required on the carrying amount of Assets and Liabilities which are not ascertainable. We draw the attention to the Note No.3 of the accompanied statement (which has been prepared based on going concern basis, by the Management) relating to erosion of net worth and current quarter's operating loss.
04. We further draw attention to the Note No.4 of the accompanied statement relating to interest and penalty leviable, if any, for non remittance of statutory dues on account of delay / short remittances of statutory dues which are not ascertainable at present.
05. We further draw attention to the Note No.5 of the accompanied statement relating to change in the method of accounting of interest on the bank borrowings, from mercantile to cash basis with effect from the financial year 2013-14 (01.07.2013 to 31.03.2014), which has resulted in short provisions of Rs.1050.83 Lakh, for the aforesaid period. Had the interest been provided for the financial year 2013-14 the operating loss would have been more by Rs.1050.83 lakhs and the Net Worth would be less by an equal amount. Further during the quarter (namely Apr 2014 to June, 2014) interest amounting to Rs.380.83 Lakhs has not been provided which has resulted the operating loss more by Rs.380.83 lakhs for the current quarter and the net worth would be also less by an equal amount and cumulatively the Net Worth would be minus Rs.1431.61 Lakhs, as at 30.06.2014.
06. Based on our review, nothing has come to our attention, except these items referred in the aforesaid paragraphs 03 through 05, that causes us to believe that the accompanying statement prepared in accordance with the accounting standards referred to in section 211 (3C) of the Companies Act, 1956 (read with general circular 15/2013 dated 13.09.2013 of Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with Stock Exchanges including the manner in which it is to be disclosed, or that it contains any material misstatement.

07. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of aggregate amount of public shareholdings in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Management.

For P.Rajagopalan & Co
Chartered Accountants
Regn No.of the Firm 003408S

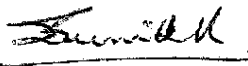
Sd/-

R.Venkatesh
Partner
M.No.28368

Place: Chennai
Date: 11.08.2014

CERTIFIED TRUE COPY

For EL FORGE LIMITED


Company Secretary