MAHAMAYA STEEL INDUSTRIES LIMITED

IS 2062 / 11

CIN : L27107CT1988PLC004607

ISO 9001:2008

REGD. OFFICE & WORKS :
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Urla Industrial Complex,
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Ref: MSIL/2018-19/

Date: 28.05.2018

The General Manager,
Department of Corporate Services
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code: 513554

The Manager
Listing Department,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra-Kurla Complex,Bandra (E)
Mumbai – 400 051
Symbol: MAHASTEEL

Sub : Outcome of Board Meeting and Submission of Audited Standalone & Consolidated Financial Results for the Quarter and Financial Year ended on 31st March, 2018.

Dear Sir/Madam,

Please note that the Board of Directors of the Company at its meeting held today i.e. 28th May, 2018 has discussed and approved the following:

1. Audited Annual Standalone and Consolidated Financial Results of the quarter and year ended 31st March, 2018.
2. Statutory Auditors Report (Standalone and Consolidated) for the year ended 31st March, 2018.
3. Statement on Impact of Audit Qualifications (For Audit Report with Modified Opinion) - Standalone.
4. Statement on Impact of Audit Qualifications (For Audit Report with Modified Opinion) - Consolidated.
5. Further it is to inform you that Board of Directors has decided not to propose any dividend, for the financial year 2017-18.
6. The Company has exercised the option to submit the consolidated financial Results at the year end as per Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. Hence we will be submitting only the Standalone quarterly / year to date financial results for the first three quarters of financial year 2018-19.

Results (Standalone and Consolidated) approved by the Board along with Audit Reports (Standalone and Consolidated) are attached.

The meeting commenced at 4.00 pm and concluded at 11.25 pm
This is for your necessary information & records.

Thanking You,
Yours truly,
For, Mahamaya Steel Industries Limited

MAHAMAYA STEEL INDUSTRIES LIMITED RAIPUR (C.G.)

Jaswinder Kaur Mission
Company Secretary
Encl: as above

MAHAMAYA STEEL INDUSTRIES LIMITED

Regd. Office : B-8 & 9, Sector C, Urla Ind. Area, Sarora, Raipur (C.G.) 493 221

STANDALONE AND CONSOLIDATED AUDITED RESULTS FOR THE QUARTER ENDED ON MARCH 31,2018

(Rs. In Lacs)

Sl. No.	Particulars	Standalone					Consolidated	
		Quarter Three Month Ended			Year Ended		Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017	31.03.2018	31.03.2017
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	**INCOME**							
	(i) Revenue from Operations	**10873.96**	**8425.31**	**7470.45**	**30291.22**	**28569.53**	**30291.22**	**28569.53**
	(ii) Other Income	152.03	3.24	77.00	172.80	165.12	172.80	165.12
	TOTAL REVENUE (i+ii)	**11025.99**	**8428.55**	**7547.44**	**30464.02**	**28734.64**	**30464.02**	**28734.64**
							0.00	0.00
2	**Expenses**						0.00	0.00
	a) Cost of Materials consumed	7937.24	5651.10	4961.02	21929.40	18403.30	21929.40	18403.30
	b) Purchase of Stock-in-trade	2634.51	5.44	0.00	2716.69	0.00	2716.69	0.00
	c) Changes in inventories of finished goods and stock -in-trade	(723.52)	85.64	404.10	(886.54)	(118.58)	(886.54)	(118.58)
	(d) Excise Duty	(1184.03)	1192.16	367.25	597.62	3176.14	597.62	3176.14
	e) Employee benefits Expense	246.80	217.34	174.25	787.62	617.88	787.62	617.88
	(f) Finance Cost	386.45	257.50	326.12	1157.81	1114.99	1157.81	1114.99
	(g) Depreciation and Amortisation expense	182.10	190.59	104.77	669.45	598.05	669.45	598.05
	(h) Other Expenses	1171.43	797.69	837.21	3049.98	4855.20	3049.98	4855.20
	TOTAL EXPENSES	**10650.97**	**8397.46**	**7174.72**	**30022.03**	**28646.98**	**30022.03**	**28646.98**
3	**Profit / (Loss) before tax (1-2)**	**375.01**	**31.09**	**372.72**	**441.99**	**87.67**	**441.99**	**87.67**
4	Exceptional Items	(3.58)	0	(213.95)	(3.58)	199.01	(3.58)	199.01
5	**Profit / (Loss) before tax (3-4)**	**371.43**	**31.09**	**158.78**	**438.41**	**286.68**	**438.41**	**286.68**
6	**Share of profit/(loss) of Associates**						**(17.29)**	**(160.31)**
7	**Tax Expenses**						0.00	0.00
	(i) Current Tax	21.63	21.63	25.32	86.52	78.11	86.52	78.11
	(ii) Deferred Tax	24.62	24.62	(11.30)	98.49	(45.20)	98.28	(126.13)
	Total Tax Expenses (i+ii)	**46.25**	**46.25**	**14.02**	**185.01**	**32.91**	**184.80**	**(48.02)**
8	**Net Profit/(Loss) for the period (5-6)**	**325.18**	**(15.16)**	**144.76**	**253.40**	**253.77**	**236.33**	**174.39**
9	**Other Comprehensive Income**	**0**	0	0	0	0.00	0.00	0.00
a	Items that will not be reclassified to Profit and Loss	0	0	0.00	0	0.00	0.00	0.00
i	Remeasurements of defined benefit plans	6.76	-	5.60	6.76	22.41	6.76	22.41
10	**Total comprehensive Income for the Period (5+6)**	**331.94**	**(15.16)**	**150.36**	**260.16**	**276.18**	**243.08**	**196.80**
11	Paid-up Equity Share Capital (Face Value Rs.10 per share)	1357.04	1357.04	1357.04	1357.04	1357.04	1357.04	1357.04
12	**Earning per share (of Rs.10/- each) (not annualised)**						0.00	0.00
	(a) Basic	2.40	(0.11)	1.07	1.87	1.87	1.74	1.29
	(b) Diluted	2.40	(0.11)	1.07	1.87	1.87	1.74	1.29

Notes :

1 The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in it's meeting held on 28.05.2018

2 The above year end results have been Audited and the quarterly results have been reviewed by the Statutory Auditor of the company.

3 The company is eligible for Electricity Duty Subsidy under the Industrial Policy of the State of Chhatisgarh. The application filed by the Company to the CGM, DIC is under process and presently pending before Commissioner of Industries for his approval. The order is expected to be issued soon.There is a reasonable certainty regarding ultimate collection of the same. The Company has recognized the subsidy as assets in the books of accounts in accordance with the provisions of IndAS. During the current reporting quarter & year the Company has recognized an amount of Rs.14.67 Lacs & 45.08 Lacs respectively as receivable. Total recievable amount is Rs.998.74 lacs as at 31st March,2018.

4 The Company has adopted Indian Accounting Standard ("IND-AS") From 1st April, 2017 and accordingly these financial results have been prepared in accordance with the IND-AS prescribed under Section 133 of the companies Act 2013. Consequently, the results for the quarter and Year ended on 31st March,2017 have been restated to comply with IND-AS. Reconciliation of Net Profit reported under previous IGAAP and restated now under IND-AS is as under.

Particulars	(Rs. In Lakhs)	
	Quarter Ended on	Year end
	31.03.2017	31.03.2017
Profit after tax (PAT) as per previous IGAAP	**126.46**	**332.42**
Remeasurement of Defined Benefit Plans recognised in Other Comprehensive Income	(5.60)	(22.41)
Effect of reversal of transaction cost on Long Term Borrowings	0.00	8.22
Effect of accounting for loans at amortised cost	(0.62)	(2.42)
Effect of interest on debt component of Preference Shares	(40.16)	(160.62)
Effect of Depreciation on Major Components of PPE & Estimated Useful Life	55.80	55.80
Effect of Deffered tax Assets/Liabilities	25.08	25.08
Effect of prior period expenses charged to Retained Earnings	17.70	17.70
Profit after tax (PAT)as per Ind-AS	**178.66**	**253.77**
Other Comprehensive Income		
Acturial gain (loss) net of Remeasurement of Defined Benefit Plan recognised in Other Comprehensive Income (Net of Taxes)	5.60	22.41
Total comprehensive Income as reported Under Ind-AS	**150.36**	**276.18**

MAHAMAYA STEEL INDUSTRIES LIMITED RAIPUR (C.G.)

4.1 Actuarial gains on re-measurement of Defined Benefit Plans have been classified under "Other Comprehensive Income" as per the requirements of Ind AS 19 "Employee Benefits". However, there is no impact on "Total Comprehensive Income".

4.2 The transaction costs paid for the term loans borrowed have been amortised over the period of the loan, as the loans are required to be carried at amortised cost as per Ind AS 109 Financial Instruments. Accordingly there is a net decrease in the Finance Cost. Consequently the processing fees paid of Rs 8.22 lakhs has been reversed and the interest at effective rate is higher to the extent of Rs 2.42 lakhs.

4.3 The company has issued 8% Non Cumulative Redeemable Preference Shares. Such shares being compound financial instruments have been bifurcated into debt of Rs 18.30 crores and equity of Rs 23.70 crores as per Ind AS 32 Financial Instruments : Presentation. Out of the debt component of Rs 18.30 crores, Rs 9.58 crores has been adjusted against the Preference Shares A/c and Rs 8.72 crores has been adjusted against Securities Premium A/c. The equity component of Rs 23.70 crores has been classified under the head "Other Equity".The interest on debt component has been calculated in accordance with Ind AS 109 - Financial Instruments. Accordingly there is an increase in Finance Cost to the extend of Rs.160.62 lakhs.

4.4 Ind AS-16 "Property Plant & Equipment" (PPE) requires significant components of PPE to be depreciated over their useful life. Also the useful life is to be estimated technically. Certan items which were classified as inventory have to be reclassified as PPE and to be depreciated over theri remaineng useful life. The net adjustment of the differences in the accounting of fixed assets under Ind AS has resulted in lower derpreciation of Rs. 55.80 Lakhs.

4.5 Deferred tax has been calculated as per the Balance Sheet approach under Ind AS-12 as compared to the income approach prescribed in the previous I GAAP. This has resulted in decrease of net Deffered tax expense by Rs. 25.08 Lakhs.

4.6 The prior period expenses booked in FY 2016-17 as per pervious I GAAP have been adjusted to the retained earnings as per Ind AS-8 "Accounting policies,Changes in Accounting Estimates and Errors". Consequently the revised profit for the year has increased by Rs. 17.70 Lakhs.

4.7 During the year the company has recognised interest revenue amount of Rs. 52.99 lakhs based on a District court order dated 12/08/2017 against one of its Old debtors.

4.8 The company has sold its fixed assets/investments amount of Rs.3.58 lakhs which has been shown under "Exceptional Items" under Statement of Profit and Loss accout for the year.

5 The significant differences in the Balance Sheet as at 31st March 2016 and 31st March 2017 as per the previous I GAAP as compared to the corresponding Balance Sheet as at 1st April 2016 and 31st March 2017 respectively as per Ind AS are as under

5.1 Preference share capital of Rs. 3200 Lakhs as on 31.03.2016 has been reclassified as other equity (representing equity component of the compound financial instrument) of Rs 2241.59 Lakhs and Rs 958.41 Lakhs being the debt component. The classification of preference share capital as the compound financial instrument and its bifurcation into equity amd debt components is as per Ind AS-32 "Financial Instruments : Presentation".

5.2 The securities premium on preference share capital of Rs 871.28 Lakhs as on 31st March 2016 as per previous I GAAP has been classified as debt component in accordance with Ind AS 32 "Financial Instruments : Presentation".

6 The company has only one Business Segment as per Ind AS 108 Operating Segments.which is Structural Steels

7 The previous period figures have been regrouped/ reclassified where ever necessary to make them comparable with the current years' figures.

Place : Raipur
Date: 28.05.2018

For Mahamaya Steel Industries ltd

Rajesh Agrawal
Managing Director
DIN: 00806417

MAHAMAYA STEEL INDUSTRIES LIMITED RAIPUR (C.G.)

MAHAMAYA STEEL INDUSTRIES LIMITED
Regd. Office : B-8 & 9, Sector C, Urla Ind. Area, Sarora, Raipur (C.G.) 493 221

STATEMENT OF ASSETS AND LIABILITIES AS ON MARCH 31, 2018

	Standalone			Consolidated		
	(Rupees in lakhs)			(Rupees in lakhs)		
Particulars	As at March 31,2018	As at March 31, 2017	As at April 1, 2016	As at March 31,2018	As at March 31, 2017	As at April 1, 2016
ASSETS						
1 NON CURRENT ASSETS						
(a) Property Plant and Equipment	6,891.14	7,382.79	6,890.51	6,891.14	7,382.79	6,890.51
(b) Capital Work in Progress	-	-	237.61	-	-	237.61
(c) Financial Assets						
(i) Non- Current Investments	2,750.85	2,756.10	2,963.33	3,346.36	3,201.55	3,345.14
(ii) Loans	390.72	717.91	881.47	390.72	717.91	881.47
(iii) Others	998.74	953.66	882.26	998.74	953.66	882.26
(d) Other Non - Current Assets	25.28	34.59	36.71	25.28	34.59	36.71
	11,056.73	11,845.06	11,891.89	11,652.23	12,290.50	12,273.70
2 CURRENT ASSETS						
(a) Inventories	6,099.92	4,035.60	3,700.89	6,099.92	4,035.60	3,700.89
(b) Financial Assets						
(i) Trade Recievables	2,369.71	2,688.43	4,222.40	2,375.21	2,688.43	4,222.40
(ii) Cash and Cash Equivalents	101.79	24.64	71.00	101.79	24.64	71.00
(iii) Bank balances other than (ii) above	408.39	399.39	531.48	408.39	399.39	531.48
(iv) Other financial assets	-	54.36	174.30	-	54.36	174.30
(c) Other Current Assets	2,765.11	1,697.27	453.31	2,765.11	1,697.27	453.31
	11,744.92	8,899.69	9,153.39	11,750.43	8,899.69	9,153.39
TOTAL ASSETS	22,801.65	20,744.75	21,045.28	23,402.66	21,190.19	21,427.09
EQUITIES AND LIABILITIES						
Equity						
(a) Equity Share Capital	1,357.04	1,357.04	1,357.04	1,357.04	1,357.04	1,357.04
(b) Other Equity	7,497.61	6,953.96	6,677.76	8,000.13	7,399.40	7,059.57
	8,854.65	8,311.00	8,034.80	9,357.17	8,756.44	8,416.61
LIABILITIES						
1 NON CURRENT LIABILITIES						
(a) Financial Liabilities						
(i) Borrowings	3,610.19	3,647.30	3,260.09	3,610.19	3,647.30	3,260.09
(b) Provisions	37.11	32.95	40.28	37.11	32.95	40.28
(c) Deferred Tax liabilities	1,025.68	1,124.17	1,169.37	1,124.17	1,124.17	1,169.37
	4,672.98	4,804.42	4,469.74	4,771.47	4,804.42	4,469.74
2 CURRENT LIABILITIES						
(a) Financial Liabilities						
(i) Borrowings	6,367.87	5,523.60	6,419.30	6,367.87	5,523.60	6,419.30
(ii) Trade Payables						
Total Outstanding dues of Micro & Small enterprises	-	-	-	-	-	-
Total Outstanding dues of Others	2,201.10	158.95	691.56	2,201.10	158.95	691.56
(iii) Other Financial Liabilities	132.47	232.32	135.80	132.47	232.32	135.80
(b) Other Current Liabilities	284.91	1,625.94	1,192.60	284.91	1,625.94	1,192.60
(c) Provisions	287.66	88.52	101.47	287.66	88.52	101.47
	9,274.02	7,629.33	8,540.73	9,274.02	7,629.33	8,540.73
TOTAL EQUITIES AND LIABILITIES	22,801.65	20,744.75	21,045.28	23,402.66	21,190.19	21,427.09

MAHAMAYA STEEL INDUSTRIES LIMITED RAIPUR (C.G.)

RDNA AND CO LLP

Chartered Accountants
(Originally R.K. Singhania & Associates)

H.O. 205, 1st Floor, Main Road, Samta Colony, Raipur - 492 001 India Ph 91-771-2255744-45, 4036066
Br : Mumbai, Bhopal, Raigarh, Bhilai, Email : rdnallp@gmail.com Web : www.rdnaca.in

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MAHAMAYA STEEL INDUSTRIES LIMITED

Report on the Standalone Indian Accounting Standard (Ind-AS) Financial Statements

We have audited the accompanying Standalone Ind-AS Financial Statements of **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Company"), which comprises the Balance Sheet as at March 31, 2018, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Ind AS 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 standalone Ind AS Financial Statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performanceincluding other comprehensive income),cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards(Ind AS) prescribed under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision 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 standalone Ind AS 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 standalone Ind AS 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 there under.

We conducted our audit of the standalone Ind AS Financial Statements 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 standalone Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS Financial Statements, whether due to

RDNA AND CO LLP FRN 004485C RAIPUR Chartered Accountants

fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS Financial Statements.

Basis for qualified opinion

(i) The company has recognised electricity duty receivable amount of Rs.0.45 crores by the way of reversing electricity duty expenditure for the year; the company has not provided any sanction from the competent authority (CSIDC);in the absence of any reasonable certainty of the ultimate collection the receivable amount is not in line with the Indian Accounting Standard (Ind AS-18)(Revenue Recognition) of ICAI. The company has been following the same procedure for the earlier years which is having a cumulative effect of receivable balance of Rs. 9.99 crores.Had the company would not been recognised the same receivable during the year, the profit of the company would have been reduced to the extent of Rs.0.45 crores and the cumulative reduction in the receivable (Current Assets) and share holder's fund to the extent of 9.99 Crores for the year.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for qualified opinion paragraph above, the aforesaid standalone Ind AS 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 including the Ind AS, of the state of affairs(financial position) of the Company as at March 31, 2018, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements;

(i) Note No.11 (Trade Receivable) of the financial statement where the company had recognised Income amount of Rs.52.99 lakhs from of its customer against which they have got a court decree and the same is not yet received. The outcome of the ultimate realization is not known at present.

(ii) The company has made a provision of Rs.5.50 lakhs on its old debtors and due to inadequate system of provisioning we are unable to comment on the amount and its impact in financial statement for the year.

(iii) The management need to improve the effectiveness and efficiency of internal control of the company regarding the Physical verification of inventories, Parties confirmation, recoveries of old dues and related party transactions.

(iv) Stores Inventory accounting and physical verification system are not adequate. Provision for slow moving and non moving inventory has not been made.

Our opinion in not modified in respect of these matters.

R D N A AND CO LLP FRN 004435C RAIPUR Chartered Accountants

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in **Annexure "A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. 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, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) In our opinion, except as per the above paragraph, the aforesaid standalone Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

   e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 of the Company and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"**.

   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 disclosed the impact of pending litigations on its financial position in its standalone Ind AS Financial Statements.

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For R D N A AND CO LLP
Chartered Accountants
Firm Reg. No.04435C

R D N A AND CO LLP FRN 004435C RAIPUR Chartered Accountants

Ramesh Kumar Singhania
Partner
Membership No.: 041880

Place: Raipur
Dated: May 28, 2018

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Para-1 "Report on Other Legal and Regulatory Requirements" in our Independent Auditors' Report to the members of the Company on the Standalone Ind AS Financial Statements for the year ended March 31, 2018).Statement on Matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2016:

i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained to us, the Company has a programme for physical verification of fixed assets at periodic intervals.. In our opinion, the period of verification and the process needs to be strengthened

(c) The title deeds of immovable properties are held in the name of the Company.

ii. The Physical Verification of the inventory has been conducted at reasonable intervals by the management. In our opinion, the period of verification and the process needs to be strengthened

iii. The Company has granted advances for purchase of raw materials to one party covered in the register maintained under section 189 of the Act.

a. The terms and conditions of the grant of such loans/advances are not prejudicial to the company's interest;

b. The payment of principal amount and interest are regular.

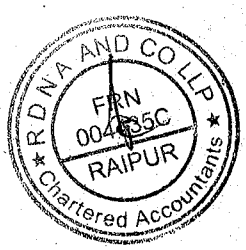
c. There is no overdue amount in respect of loans granted to the party listed in the register maintained under section 189 of the Act.

iv. In our opinion and according to the information and explanations given to us and the records examined by us, in respect loans, investments and guarantees, provisions of the section 185 and 186 of the Companies Act, 2013 have been complied with except in case of transaction in ordinary course of purchase and sale of materials.

v. In our opinion and according to the information and explanations given to us, 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 Rules framed there under are not applicable.

vi. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government of India, for maintenance of cost records under sub section (1) of section 148 of the Act, and are of the opinion that, prima facie the prescribed accounts and records have generally been made and maintained. We have not, however, made a detailed examination of the records with a view to examine whether they are accurate and complete.

vii. (a) According to the information and explanations given to us and the records examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues with the appropriate authorities, wherever applicable and there are no such outstanding dues as



at March 31, 2018, for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us and the records examined by us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise and Value added tax outstanding on account of any dispute except:

Sl. No	Name of the Statute	Nature of the duties	Amount in Lakhs	Period to which the amount relates	Forum where dispute is pending
1	Sales Tax statute of the State	Sales \Co mm.t ax	4.98	1990-91	Before the Hon'able High Court of Chhattisgarh
2	Income tax Act,1961	TDS	17.12	2008-09	ACIT, Raipur
3	Income tax Act,1961	TDS	4.18	2009-10	ACIT, Raipur
4	Income tax Act,1961	Income tax	113.36	2010-11	CIT (A), Raipur
5	Income tax Act,1961	TDS	2.46	2010-11	ACIT, Raipur
6	Income tax Act,1961	Income tax	50.26	2011-12	CIT (A), Raipur
7	Income tax Act,1961	TDS	2.77	2011-12	ACIT, Raipur
8	Income tax Act,1961	Income tax	235.92	2012-13	I.T.A.T.
9	Income tax Act,1961	Income tax	945.67	2013-14	ACIT, Raipur
10	Income tax Act,1961	Income tax	843.80	2014-15	CIT (A), Raipur
11	Income tax Act,1961	TDS	5.14	2015-16	ACIT, Raipur
12	Central Excise Act 1944	Excise duty	18.39	2011-12	Assistant Commissioner, Raipur
13	Central Excise Act 1944	Excise duty	4.23	2010-11	Assistant Commissioner, Raipur
14	Central Excise Act 1944	Excise duty	171.67	1998-1999 to 1999-2000	Chhattisgarh High Court
15	Central Excise Act 1944	Excise duty	30.00	2012-13	CESTAT,New Delhi
	Total		**2449.95**		

RDNA AND CO LLP
FRN 004435C
RAIPUR
Chartered Accountants

viii. According to the information and explanations given to us and based on the documents and records produced to us, the Company has not defaulted in repayment of dues to banks. The Company does not have dues to financial institutions, government or debenture holders.

ix. The Company has not raised money through initial public offer or further public offer and term loans, hence the provisions of paragraph 3 (ix) of the Order are not applicable.

x. During the course of our examination of the books of account and records of the Company, and according to the information and explanation given to us and representations made by the Management, no material fraud by or on the Company, has been noticed or reported during the year.

xi. In our opinion and according to the information and explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule-V to the Companies Act.

xii. In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company.

xiii. According to the information and explanation given to us and based on our examination of the records of the Company, except as mentioned in above para, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the Standalone Ind AS Financial Statements as required by the applicable accounting standards.

xiv. According to the information and explanation given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

xv. According to the information and explanation given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the directors or persons connected with him. Hence the provisions of Section 192 of the Act are not applicable.

xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 hence the provisions of paragraph 3 (xvi) of the Order are not applicable.

For R D N A AND CO LLP
Chartered Accountants
Firm Reg. No.04435C

R D N A AND CO LLP FRN 004435C RAIPUR Chartered Accountants

Ramesh Kumar Singhania
Partner
Membership No.: 041880

Place: Raipur
Dated: May 28, 2018

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Para 2 (f) "Report on Other Legal and Regulatory Requirements" in our Independent Auditor's Report to the members of the Company on the standalone Financial Statements for the year ended March 31, 2018.

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 **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Company") as of March 31, 2018 in conjunction with our audit of the standalone Ind AS 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). 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 Act.

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 and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 judgment, including the assessment of the risks of material misstatement of the Standalone Ind AS 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.

AND CO LLP FRN 004245C RAIPUR Chartered Accountants

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 Standalone Ind AS 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 Standalone Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Ind AS 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, except the Physical verification of inventories and related party transactions, 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"

For R D N A AND CO LLP
Chartered Accountants
Firm Reg. No.04435C

R D N A AND CO LLP FRN 004435C RAIPUR Chartered Accountants

Ramesh Kumar Singhania
Partner
Membership No.: 041880

Place: Raipur
Dated: May 28, 2018

RDNA AND CO LLP

Chartered Accountants
(Originally R.K. Singhania & Associates)

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MAHAMAYA STEEL INDUSTRIES LIMITED

Report on the Consolidated Indian Accounting Standard (Ind-AS) Financial Statements

We have audited the accompanying Consolidated Ind-AS Financial Statements of **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Company"), its subsidiary (collectively referred to as 'the group') which comprises the Balance Sheet as at March 31, 2018, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Ind AS 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 Consolidated Ind AS Financial Statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performanceincluding other comprehensive income),cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards(Ind AS) prescribed under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provision 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 Consolidated Ind AS 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 Consolidated Ind AS 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 there under.

We conducted our audit of the Consolidated Ind AS Financial Statements 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 Consolidated Ind AS Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS Financial Statements. The procedures

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selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS 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 Consolidated Ind AS 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 Consolidated Ind AS 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 Consolidated Ind AS Financial Statements.

Basis for qualified opinion

(i) The parent company has recognised electricity duty receivable amount of Rs.0.45 crores by the way of reversing electricity duty expenditure for the year; the company has not provided any sanction from the competent authority (CSIDC);in the absence of any reasonable certainty of the ultimate collection the receivable amount is not in line with the Indian Accounting Standard (Ind AS-18) of ICAI. The company has been following the same procedure for the earlier years which is having a cumulative effect of receivable balance of Rs. 9.99 crores. Had the company would not been recognised the same receivable during the year, the profit of the company would have been reduced to the extent of Rs.0.45 crores and the cumulative reduction in the receivable (Current Assets) and share holder's fund to the extent of 9.99 Crores for the year.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for qualified opinion paragraph above, the aforesaid Consolidated Ind AS 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 including the Ind AS, of the state of affairs(financial position) of the Company as at March 31, 2018, and its profit (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements;

(i) Note No.11 (Trade Receivable) of the financial statement where the company had recognised Income amount of Rs.52.99 lakhs from of its customer against which they have got a court decree and the same is not yet received. The outcome of the ultimate realization is not known at present.

(ii) The company has made a provision of Rs.5.50 lakhs on its old debtors and due to inadequate system of provisioning we are unable to comment on the amount and its impact in financial statement for the year.

(iii) The management need to improve the effectiveness and efficiency of internal control of the company regarding the Physical verification of inventories, Parties confirmation, recoveries of old dues and related party transactions.

(iv) Stores Inventory accounting and physical verification system are not adequate. Provision for slow moving and non moving inventory has not been made.

Our opinion in not modified in respect of these matters.

Other Matters

We have not audited the financial statement of Associate , whose financial statement reflect total assets of Rs 8.9 lakhs as at 31st March 2018 and total revenue of Rs.0.52

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lakhs for the year ended on that date. This financial statement have been audited by the other auditor whose report have been furnished to us and our opinion is based solely on the reports of other auditor.

Report on Other Legal and Regulatory Requirements

1. 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 Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

   d) In our opinion, except as per the above paragraph, the aforesaid Consolidated Ind AS Financial Statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

   e) On the basis of the written representations received from the directors as on March 31, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 of the Company and the operating effectiveness of such controls, refer to our separate report in **"Annexure A"**.

   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 disclosed the impact of pending litigations on its financial position in its Consolidated Ind AS Financial Statements.

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For R D N A AND CO LLP
Chartered Accountants
Firm Reg. No.04435C

R D N A AND CO LLP FRN 04435C RAIPUR Chartered Accountants

Ramesh Kumar Singhania
Partner
Membership No.: 041880

Place: Raipur
Dated: May 28, 2018

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in Para 2 (f) "Report on Other Legal and Regulatory Requirements" in our Independent Auditor's Report to the members of the Company on the Consolidated Financial Statements for the year ended March 31, 2018.

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 **MAHAMAYA STEEL INDUSTRIES LIMITED** ("the Holding Company") and its associate as of March 31, 2018 in conjunction with our audit of the Consolidated Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Group'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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). 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 Act.

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 and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 ICAI. 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 judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS 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.

ARDNA AND CO LLP FRN 004135C RAIPUR Chartered Accountants

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 Consolidated Ind AS 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 Consolidated Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated Ind AS 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, except the Physical verification of inventories and related party transactions, 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"

Other matters

Our aforesaid reports under section 143 (3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to one associate company incorporated in India is based on the corresponding report of the auditor of the company. Our opinion is not qualified in this matter.

For R D N A AND CO LLP
Chartered Accountants
Firm Reg. No.04435C

R D N A AND CO LLP FRN 004435C RAIPUR Chartered Accountants

Ramesh Kumar Singhania
Partner
Membership No.: 041880

Place: Raipur
Dated: May 28, 2018

MAHAMAYA STEEL INDUSTRIES LIMITED

IS 2062 / 11

CIN : L27107CT1988PLC004607

ISO 9001:2008

REGD. OFFICE & WORKS :
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E-mail : marketing@mahamayagroup.in
Website : www.mahamayagroup.in

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs. In Lacs)

	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Audited Figures (as reported after adjusting for qualification)
I	1	Turnover / Total Income	30,464.02	30,464.02
	2	Total Expenditure	30,210.62	30,255.70
	3	Net Profit / (Loss)	253.40	208.32
	4	Earnings Per Share	1.87	1.54
	5	Total Assets	22,801.66	21,802.92
	6	Total Liabilities (Other than Net Worth)	13,947.00	13,947.00
	7	Net Worth	8,854.66	7,855.92
	8	Any Other financial item(s) (as felt appropriate by the management)	-	-
II		**Audit Qualification (each audit qualification separately):**		
	a	**Details of Audit Qualification:** The company is eligible for Electricity Duty Subsidy under the Industrial Policy of the State of Chhatisgarh. The application filed by the Company to the CGM, DIC is under process and presently pending before Commissioner of Industries for his approval. The order is expected to be issued soon.There is a reasonable certainty regarding ultimate collection of the same. The Company has recognized the subsidy as assets in the books of accounts in accordance with the provisions of IndAS. During the current reporting period the Company has recognized an amount of Rs.45.08 Lacs as receivable during the year. Total recievable amount is Rs.998.74 lacs as at 31st March,2018.		
	b	**Type of Audit Qualification**: Qualified Opinion		
	c	**Frequency of qualification**: Repetitive		
	d	**For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views :**		
		Point No. A of Basis for Qualified opinion dealing with Electricity Duty Exemption : Management's Reply : The company is eligible for electricity duty subsidy under the Industrial Policy of the state of Chhatisgarh. In this regard the company has filed an application to the CGM DIC which is progressed and presently pending before Commissioner of Industries for its approval and its order is expected to be issued soon. Therefore, there is a reasonable certainty regarding ultimate collection of the same. So the company has recognized the same as assets in its books of accounts in accordance with the Accounting standards.		
	e	**For Audit Qualification(s) where the impact is not quantified by the auditor**: Not Applicable		

III	Signatories:	
	* MANAGING DIRECTOR	FOR, MAHAMAYA STEEL INDUSTRIES LIMITED (RAJESH AGRAWAL) MANAGING DIRECTOR
	* CHIEF FINANCIAL OFFICER	SURESH RAMAN EXE DIR & CHIEF FINANCIAL OFFICER
	* AUDIT COMMITTEE CHAIRMAN	NEERAJ KANSAL AUDIT COMMITTEE CHAIRMAN
	* STATUTORY AUDITOR	For, RDNA AND CO. Chartered Accountants (Registration No. 004435C) RAMESH KUMAR SINGHANIA PARTNER Membership No. 041880
	PLACE : RAIPUR	
	DATE : 28.05.2018	

MAHAMAYA STEEL INDUSTRIES LIMITED

IS 2062 / 11

CIN : L27107CT1988PLC004607

ISO 9001:2008

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Phone : +91-771-4006666 (30 Lines
Fax : +91-771-2324401
E-mail : marketing@mahamayagroup.in
Website : www.mahamayagroup.in

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs. In Lacs)

	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Audited Figures (as reported after adjusting for qualification)
I	1	Turnover / Total Income	30,464.02	30,464.02
	2	Total Expenditure	30,227.70	30,272.78
	3	Net Profit / (Loss)	236.32	191.24
	4	Earnings Per Share	1.74	1.41
	5	Total Assets	23,397.16	22,398.42
	6	Total Liabilities (Other than Net Worth)	13,947.00	13,947.00
	7	Net Worth	9,450.16	8,451.42
	8	Any Other financial item(s) (as felt appropriate by the management)	-	-
II		**Audit Qualification (each audit qualification separately):**		
	a	**Details of Audit Qualification:** The company is eligible for Electricity Duty Subsidy under the Industrial Policy of the State of Chhatisgarh. The application filed by the Company to the CGM, DIC is under process and presently pending before Commissioner of Industries for his approval. The order is expected to be issued soon.There is a reasonable certainty regarding ultimate collection of the same. The Company has recognized the subsidy as assets in the books of accounts in accordance with the provisions of IndAS. During the current reporting period the Company has recognized an amount of Rs.45.08 Lacs as receivable during the year. Total recievable amount is Rs.998.74 lacs as at 31st March,2018.		
	b	**Type of Audit Qualification** : Qualified Opinion		
	c	**Frequency of qualification** : Repetitive		
	d	**For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views :**		
		Point No. A of Basis for Qualified opinion dealing with Electricity Duty Exemption : Management's Reply : The company is eligible for electricity duty subsidy under the Industrial Policy of the state of Chhatisgarh. In this regard the company has filed an application to the CGM DIC which is progressed and presently pending before Commissioner of Industries for its approval and its order is expected to be issued soon. Therefore, there is a reasonable certainty regarding ultimate collection of the same. So the company has recognized the same as assets in its books of accounts in accordance with the Accounting standards.		
	e	**For Audit Qualification(s) where the impact is not quantified by the auditor** : Not Applicable		

III	Signatories:	
	* MANAGING DIRECTOR	FOR, MAHAMAYA STEEL INDUSTRIES LIMITED (RAJESH AGRAWAL) MANAGING DIRECTOR
	* CHIEF FINANCIAL OFFICER	SURESH RAMAN EXE DIR & CHIEF FINANCIAL OFFICER
	* AUDIT COMMITTEE CHAIRMAN	NEERAJ KANSAL AUDIT COMMITTEE CHAIRMAN
	* STATUTORY AUDITOR	For, RDNA AND CO. Chartered Accountants (Registration No. 004435C) RAMESH KUMAR SINGHANIA PARTNER Membership No. 041880
	PLACE : RAIPUR	
	DATE : 28.05.2018	