National Steel & Agro Industries Ltd

14th August, 2019

Ref. No.: NSAIL/SEC/2019

To,
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort,
Mumbai – 400 001

To,
National Stock Exchange of India Limited
'Exchange Plaza', C-1, Block G,
Bandra - Kurla Complex,
Bandra (E)
Mumbai 400 051

Sub: Outcome of Board Meeting held on 14th August, 2019

Dear Sir/Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is hereby inform that, a meeting of the Board of Directors of the Company was held on Wednesday, the 14th day of August, 2019 at 3:30 P.M. at the administrative Office of the Company situated 401, Mahakosh House, 7/5, south Tukoganj, Indore (M.P.)-452001

The Board inter-alia considered, approved the Quarterly Unaudited Financial Results of the company for quarter ended on 30th June, 2019.

Kindly take the same on your record.
Thanking you,
Yours faithfully,
For National Steel and Agro Industries Ltd.

Anurag Gangrade
Company Secretary
Membership No: FCS-9187

Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph.: +91 22 22886267, 22025098
Fax : +91 22 22025084 **CIN : L27100MH1985PLC140379**

Admn. Office : 401, Mahakosh House, 7/5, South Tukoganj, Nath Mandir Road, Indore - 452 001, MP, India
Ph. : +91 731 2518167-8-9, 4017409 Fax : +91 731 2516714. **Web.: www.nsail.com**

National Steel & Agro Industries Ltd

Unaudited Financial Results for the quarter ended 30th June'2019

(Rs. in Lacs except EPS)

S. No.	Particulars	QUARTER ENDED			YEAR ENDED
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
	(Refer Notes Below)	Unaudited	Audited	Unaudited	Audited
1	**Income from operations**				
	(a) Net sales /Income from operations	33,897	12,091	46,355	106,909
	(b) Other operating income	722	831	197	1,263
	Total income from operations (net)	**34,619**	**12,922**	**46,552**	**108,172**
	Other income	21	174	602	2,626
	Total Income	**34,640**	**13,096**	**47,154**	**110,798**
2	**Expenses**				
	(a) Cost of materials consumed	31,542	7,969	24,402	63,463
	(b) Purchases of stock-in-trade	-	0	17,171	32,074
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,395)	3,007	2,263	4,915
	(d) Employee benefits expense	731	962	1,216	4,282
	(e) Finance costs	4,179	4,435	2,679	14,705
	(f) Depreciation and amortisation expense	1,214	1,221	1,240	4,890
	(g) Provision for Doubtful Debts	-	1,897	-	10,869
	(h) Bad Debts Written off	-	0	-	456
	(i) Other expenses	2,657	761	2,174	7,856
	Total Expenses	**37,928**	**20,252**	**51,145**	**143,511**
3	**Profit / (Loss) from operations before exceptional items, extraordinary items and Tax (1-2)**	**(3,288)**	**(7,156)**	**(3,991)**	**(32,713)**
4	Exceptional items	-	-	-	-
5	**Profit / (Loss) from ordinary activities before tax (3 +4)**	**(3,288)**	**(7,156)**	**(3,991)**	**(32,713)**
6	Tax expense				
	a) Current tax (net of MAT Credit)	-	-	-	-
	b) Income tax paid for earlier years	-	-	-	(35)
	c) Deferred tax	-	(8,634)	-	(8,634)
	Sub total of 6 (a+b+c)	**-**	**(8,634)**	**-**	**(8,669)**
7	**Net Profit / (Loss) for the period (5 -6)**	**(3,288)**	**1,478**	**(3,991)**	**(24,044)**
8	**Other Comprehensive Income / (Loss)**				
	- Items that will not be reclassified to profit or loss	13	(78)	44	**53**
	Re-measurement gains/(loss) on defined benefit plans				
9	**Total Comprehensive Income / (Loss) (7+8)**	**(3,275)**	**1,400**	**(3,947)**	**(23,991)**
10	**Paid-up equity share capital (Face Value of the Share Rs. 10/- each)**	4,450	4,450	4,450	4,450
11	Reserve excluding Revaluation Reserves	-	-	-	-
12	**Earnings per equity share (before/after extraordianary item)** (of Rs. 10 /- each) (not annualised):				
	(a) Basic	(7.39)	3.32	(8.97)	(54.03)
	(b) Diluted	(7.39)	3.32	(8.97)	(54.03)

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National Steel & Agro Industries Ltd

Segment wise Revenue, Results and Capital Employed

(Rs. in Lacs)

S. No.	Particulars	QUARTER ENDED			YEAR ENDED
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Audited	unaudited	Audited
1	**Segment Revenue**				
a)	Manufacturing (Including other operation income)	34,619	12,922	27,187	72,393
b)	Traded goods	-	-	19,365	35,779
	Total	**34,619**	**12,922**	**46,552**	**108,172**
	Less: Inter Segment Revenue				
	Net Sales/ Income From Operations	**34,619**	**12,922**	**46,552**	**108,172**
2	**Segment Results**				
	Profit/(Loss) before tax and interest from each segment				
a)	Manufacturing (Including other operation income)	870	(2,864)	(1,981)	(20,854)
b)	Traded goods	-	(23)	93	254
	Total	**870**	**(2,887)**	**(1,888)**	**(20,600)**
	Add: i) Other Income	21	174	602	2,626
	ii) Exceptional items		-		
	Total	**891**	**(2,713)**	**(1,286)**	**(17,974)**
	Less: i) Interest	4,179	4,435	2,679	14,705
	ii) Other unallocable expenditure	-	8	26	34
	Total Profit before tax	**(3,288)**	**(7,156)**	**(3,991)**	**(32,713)**
3	**Capital Employed**				
	Segment Assets				
a)	Manufacturing	77,195	77,704	82,339	77,704
b)	Traded goods	9,003	9,019	37,596	9,019
c)	Unallocable	243	246	289	246
	Segment Liability				
a)	Manufacturing	85,187	79,708	100,777	79,708
b)	Traded goods	74,160	76,515	60,181	76,515
c)	Unallocable	298	242	149	242
	Capital Employed				
	(Segment Assets - Segment Liabilities)				
a)	Manufacturing	(7,992)	(2,004)	(18,438)	(2,004)
b)	Traded goods	(65,157)	(67,495)	(22,585)	(67,495)
c)	Unallocable	(55)	4	140	4
	Total	**(73,204)**	**(69,495)**	**(40,883)**	**(69,495)**

NOTES:

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on 14th August' 2019.

2 As on 30th June, 2019, the company's net worth is fully eroded and stands at Rs. (787.05) Crores and it's current liability exceeded it's Current Assets by Rs. 1281.40 Crores. Also, the company has incurred a net loss of Rs. 32.75 Crores for the period from April 2019 to June, 2019. However, the company is taking appropriate steps to tide-over these issues/problems by improving the operational performance of the steel business by ramping up the capacity utilization, tied-up with different marketing agencies, operational restructuring , negotiating with banks/lenders to restructure it's debts etc. With improved performance management is confident to regain it's market position.In view of these, the results have been prepared on "Going Concern" basis.

3 The company has accumulated secured debts (inclusive of interest & net of payment) amounting to Rs. 1207.29 Crores as on 30th June'19 which has been classified as Non Performing Assets (NPA) . Secured lenders has issued demand notice under Section 13(2) of the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act") for recovery of their dues on various dates and also some of the Banks have issued notices to the Company and it's Directors classifying them as "Wilful defaulters".The Company has replied these notices and contemplating to restructure the loan with the lenders.Also Banks have mandated Forensic Audit for the period April' 2015 to December'2018.

4 The Company has provided for interest on accumulated secured debts on estimated basis.

5 Some of the parties have filed application/ petition before the NCLT/NCLAT under IBC against which company has adopted legal course. However no case is admitted by the bench.

6 The Guidence Note on Measurement of Income Tax Expenses for Interim Finacial Reporting issued by the Institute of Chartered Accountants of India provides that an enterprise should apply the same accounting policies as are applied in its annual financial statements. However it has been decided by the Management that the recognition of deferred tax assets on account of accumulated losses will be accounted for on yearly basis.

7 The figures have been regrouped and / or reclassified wherever considered necessary.

For and on behalf of the Board of Directors

Santosh Shahra
Executive Chairman
DIN:- 00305486

Date: 14th August'19
Place: Indore

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FADNIS & GUPTE

CHARTERED ACCOUNTANTS

B-14, Ratlam Kothi, Kanchan Bagh Main Road, Indore-452 001 (M.P.) INDIA
Phone : 0731-2514448, 2527716, Fax : 0731-2528730
E-mail : mail@fngca.com

Limited Review Report

To,
The Board of Directors of
M/s National Steel & Agro Industries Limited
Indore

We have reviewed the accompanying statement of unaudited standalone financial results of M/s National Steel & Agro Industries Limited, ('the Company') for the quarter ended on 30th June 2O19 ('the Statements') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of SEBl (Listing Obligations and Disclosure Requirements) Regulations, 2015 "The Regulations".

This 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 these financial statements based on our review. Attention is drawn to the fact that the figures for the corresponding quarter ended on 30th June 2018 including the reconciliation of Profit under lnd AS with profit reported under Previous GAAP, as reported in this statement, have been approved by the Company's Board of Directors, but have not been subjected to review by us.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410- "Review of Interim Financial Information Performed by the Independent Auditors 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 applied to limited primarily to inquiries of company personnel and analytical procedures 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act,2O13 read with relevant rules issued there under and other recognized accounting practices and Policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5 July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

FADNIS & GUPTE
FRN 006600C
CHARTERED ACCOUNTANTS

FADNIS & GUPTE

CHARTERED ACCOUNTANTS

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Emphasis of Matter

(a) We draw attention to Note no 2 of the statement regarding preparation of financial results on going concern basis. The company has incurred huge losses, its current liabilities exceeded current assets and its net worth of the company as on 30th June, 2019 has been fully eroded. The Financial Statements are prepared on going concern basis for the reasons mentioned in the said note.

(b) As mentioned in Note no 3 to the financial results, the company has accumulated secured debts (inclusive of interest and net of payment) amounting to Rs.1207.29 Crores which has been classified as Non-Performing Assets (NPA) by the banks as on 30th June, 2019. Secured lenders has issued demand notice under Section 13(2) of the Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act") for recovery of their dues on various dates and also some of the Banks have issued notices to the Company and its Directors classifying them as "Wilful defaulters". The Company has replied to these notices and submitted proposals for One Time Settlement (OTS).

(c) As mentioned in Note no 5 to the financial results, some of the parties have filed application/petition before the NCLT/NCLAT under Insolvency & Bankruptcy Code against which the company has adopted legal course.

(d) We draw attention to Note no 6 regarding non recognition of deferred tax assets in the quarterly interim financial information prepared by the company. Its impact on the unaudited financial results of the company cannot be ascertained.

For Fadnis &Gupte
Chartered Accountants
FRN 006600C

FADNIS & GUPTE CHARTERED ACCOUNTANTS FRN 006600C

(CA. Vikram Gupte)
Partner
M No. 074814

Date: 14.08.2019
Place of Signature: Indore
UDIN: 19074814AAAACE5626