



National Steel & Agro Industries Ltd

24th August, 2018

Ref. No.: NSAIL/SEC/2018

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 24th August, 2018

Dear Sir/Madam,

This is with reference to the above mentioned subject; we would like to inform you that the Board of Directors of the Company at its meeting held on 24th August, 2018 has, *inter alia*, approved Audited Financial Results of the Company for the quarter and financial year ended 31st March, 2018.

Pursuant to the provisions of Regulation 33 of SEBI (LODR) Regulations, 2015, we are sending herewith Audited Financial Results of the Company for the quarter and financial year ended 31st March, 2018, Statutory Auditor's Report and Declaration by Chief Financial Officer of the Company.

Further the Unaudited Financial Results of the Company for the quarter ended 30th June, 2018 will be considered in the upcoming Board Meeting scheduled to be held on 30th August, 2018 as per the unanimous decision of directors present in the meeting.



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

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Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



National Steel & Agro Industries Ltd

The trading window shall continue to remain closed and will open forty eight hours after publication of result for the quarter ended 30th June, 2018.

Kindly take the same on your record.

Thanking you,

Yours faithfully,

For National Steel and Agro Industries Limited

Anurag Gangrade

Company Secretary

Membership No: FCS-9187

Encl.: As above



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National Steel & Agro Industries Ltd

Audited Financial Results for the quarter and year ended 31st March, 2018

(Rs. in Lacs except EPS)

S. No.	Particulars	QUARTER ENDED			YEAR ENDED	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
	(Refer Notes Below)	Audited	Unaudited	Audited	Audited	Audited
1	Income from operations					
	(a) Net sales /Income from operations	99,699	102,701	94,831	423,092	410,467
	(b) Other operating income	203	217	281	1,098	936
	Total income from operations (net)	99,902	102,918	95,112	424,190	411,403
	Other income	546	220	336	1,509	1,349
	Total Income	100,448	103,138	95,448	425,699	412,752
2	Expenses					
	(a) Cost of materials consumed	29,991	23,952	26,160	106,578	114,825
	(b) Purchases of stock-in-trade	73,827	59,707	57,922	276,124	236,691
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	7,424	9,639	4,749	19,877	13,610
	(d) Central Excise Duty	-	-	3,466	3,143	13,365
	(e) Employee benefits expense	1,403	1,261	1,078	5,342	5,077
	(f) Finance costs	4,133	3,028	3,384	13,417	13,754
	(g) Depreciation and amortisation expense	3,683	424	3,675	4,952	4,880
	(h) Other expenses	4,944	4,305	5,691	18,642	19,216
	Total Expenses	125,405	102,316	106,125	448,075	421,418
3	Profit / (Loss) from operations before exceptional items, extraordinary items and Tax (1-2)	(24,957)	822	(10,677)	(22,376)	(8,666)
4	Exceptional items	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before extraordinary items and tax (3 + 4)	(24,957)	822	(10,677)	(22,376)	(8,666)
6	Extraordinary items	-	-	-	-	-
7	Profit / (Loss) from ordinary activities before tax (5 + 6)	(24,957)	822	(10,677)	(22,376)	(8,666)
8	Tax expense					
	a) Current tax (net of MAT Credit)	(503)	159	-25	-	377
	b) Income tax paid for earlier years	33	59	2	92	56
	c) Deferred tax	(8,422)	(22)	(1,211)	(8,179)	(887)
	Sub total of 8 (a+b+c)	(8,892)	196	(1,234)	(8,087)	(454)
9	Net Profit / (Loss) for the period (7 -8)	(16,065)	626	(9,443)	(14,289)	(8,212)
10	Other Comprehensive Income / (Loss)					
	- Items that will not be reclassified to profit or loss	85	30	-152	175	3
	Re-measurement gains/(loss) on defined benefit plans					
11	Total Comprehensive Income / (Loss) (9+10)	(15,980)	656	(9,595)	(14,114)	(8,209)
12	Paid-up equity share capital (Face Value of the Share Rs. 10/- each)	4,450	4,450	4,450	4,450	4,450
13	Reserve excluding Revaluation Reserves	-	-	-	-	-
14	Earnings per equity share (before/after extraordinary item)					
	(of Rs. 10 /- each) (not annualised):					
	(a) Basic	(36.10)	1.41	(21.22)	(32.11)	(18.45)
	(b) Diluted	(36.10)	1.41	(21.22)	(32.11)	(18.45)



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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	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		Audited	Unaudited	Audited	Audited	Audited
1	Segment Revenue					
a)	Manufacturing (Including other operation income)	26,791	32,915	40,763	135,194	164,345
b)	Traded goods	73,111	70,003	54,349	288,996	247,058
	Total	99,902	102,918	95,112	424,190	411,403
	Less: Inter Segment Revenue					
	Net Sales/ Income From Operations	99,902	102,918	95,112	424,190	411,403
2	Segment Results					
	Profit/(Loss) before tax and interest from each segment					
a)	Manufacturing (Including other operation income)	(14,766)	1,927	(3,199)	(8,491)	3,856
b)	Traded goods	(6,577)	1,732	(4,400)	(1,864)	11
	Total	(21,343)	3,659	(7,599)	(10,355)	3,867
	Add: i) Other Income	546	220	336	1,509	1,349
	ii) Exceptional items		-			
	Total	(20,797)	3879	(7,263)	(8,846)	5,216
	Less: i) Interest	4,133	3,028	3,384	13,417	13,754
	ii) Other unallocable expenditure	27	29	30	113	128
	Total Profit before tax	(24,957)	822	(10,677)	(22,376)	(8,666)
3	Capital Employed					
	Segment Assets					
a)	Manufacturing	105,858	98,641	144,540	105,858	144,540
b)	Traded goods	38,557	37,407	36,301	38,557	36,301
c)	Unallocable	435	215	454	435	454
	Segment Liability					
a)	Manufacturing	116,890	39,273	123,452	116,890	123,452
b)	Traded goods	64,435	30,736	71,081	64,435	71,081
c)	Unallocable	287	715	749	287	749
	Capital Employed (Segment Assets - Segment Liabilities)					
a)	Manufacturing	(11,032)	59,368	21,088	(11,032)	21,088
b)	Traded goods	(25,878)	6,671	(34,780)	(25,878)	(34,780)
c)	Unallocable	148	(500)	(295)	148	(295)
	Total	(36,762)	65,539	(13,987)	(36,762)	(13,987)



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NOTES:

- The Company has adopted Indian Accounting Standard ("Ind AS") from 1st April, 2017 and accordingly these results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India. Further results for all the periods presented have been prepared in accordance with the recognition and measurement principles.
- Results for the quarter and year ended 31st March, 2018 are in compliance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate Affairs. Consequently, results for the quarter and year ended 31st March, 2017 have been restated to comply with Ind AS in order to make them comparable.
- As at 31st March, 2018 the Company's net worth is fully eroded i.e. net worth as at 31st March 2018 amounts to Rs.-514.39 crore. Also, subsequent to the Balance Sheet date, there is devolvement of Letter of Credits, the Current Liabilities have exceeded the Current Assets by Rs.973.68 crore and there is loss of Rs.141.14 crore for the year ended 31st March, 2018. However the management is taking appropriate steps to rectify these issues by improving the operational performance of the steel business, having tie-ups with different companies for job work, implementing a restructuring exercise, improving the working capital deficit by negotiating with lenders to reschedule certain debt so that the maturity of the same would be extended beyond 1 year. Further due to improved market conditions in steel industry over the globe, the management is confident to regain its position & market share in subsequent years. In view of the above, the results have been prepared on going concern basis.
- The company in its normal course of business issues letter of credits (LCs) to its suppliers. As against LCs liability of Rs.1009.96 Crores payable to banks as on 31st March, 2018, LCs worth Rs.683.09 crores have been devolved subsequent to the Balance Sheet date.
- Statement of reconciliation of Net PAT and total Equity under Ind AS and Net PAT and total Equity reported under previous Indian GAAP (IGAAP) for the quarter and year ended 31st March, 2017:

(Rs. in Lacs)				
Sr. No.	Particulars	Note no.	Quarter ended 31.03.2017	Year Ended 31.03.2017
	Net Profit after Tax as per Previous IGAAP		666	2,062
i	Gain/(loss) on fair valuation of Investments	d	25	2
ii	Reclassification of net actuarial loss on employees defined benefits obligations to OCI	g	233	-4
iii	Effect of Tax amount on reclassification of actuarial loss on employee defined benefit obligation	g	-80	1
iv	MTM of forward contract	f	-792	-784
v	Deferred Tax on above adjustments	e	1,310	1,316
vi	Depreciation on Assets	b	-3,259	-3,259
vii	Proposed Dividend on Preference Shares	a	-265	-265
viii	Reversal of prior period item	c	-7,611	-7,611
ix	MAT Credit entitlement		330	330
	Net Profit before Other Comprehensive Income as per Ind AS.		-9,443	-8,212
x	Add: Other Comprehensive Income (After Tax).		-152	3
	Total Comprehensive Income (After Tax).		-9,595	-8,209

(Rs. in Lacs)			
Sr. No.	Particulars	Note no.	As at April 1, 2017
	Total Equity as per previous GAAP		40,299
i	4% Redeemable Cumulative Preference Shares	a	-5,501
ii	Fair Valuation of Plant, Property & Equipment as per Ind AS 101	b	47,309
iii	Reversal of prior period item	c	-102,254
iv	Fair Valuation of Investments in equity as per Ind AS 109	d	68
v	Impact of deferred tax on above	e	-13,264
vi	MTM of forward contract	f	-784
vii	MAT Credit Entitlement	g	330
viii	Depreciation on Revalued Assets	h	-3,259
	Total Equity as per Ind As		-37,057



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Notes to Reconciliation:

- a 4% Redeemable Cumulative Preference shares classified as long Term financial liability as per Ind AS 109. As a result provision for preference dividend has been shown under finance cost.
- b The company has considered fair value for Plant, Property & Equipment, as deemed cost in accordance with stipulation of Ind AS 101, with the resultant impact being accounted for in the reserves. The impact on deemed cost of Land, admeasuring 25.214 hectares situated in Madhya Pradesh, is an increase of Rs.2888 lakhs. The impact on Building including Factory Shed, situated in Madhya Pradesh, is an increase of Rs. 9,295 lakhs & the remaining useful life is 28 years. The impact on Plant & Machinery situated at factory is an increase of Rs.35,126 lakhs & the remaining useful life is 12 years. For this purpose, the management has relied upon the valuation report dated 01st April, 2016 submitted by M/S Mahesh Agrawal & Associates.
- c The company had in the years, from FY 2005-06 to FY 2016 -17 issued debit notes to suppliers for rate differences, quality difference and quantity differences etc. However, the said debit notes were not accepted by the respective suppliers and were reversed in FY 2017-18. Since the above reversal results into an adjustment which is as per Ind AS 8 would be classified as a "Prior period adjustment", the same is accounted against retained earnings and comparative financial statements.
- d Investment in quoted Equity Shares and Mutual Fund has recognized at fair value through Profit & loss Account as per Ind AS 109.
- e The impact of transition adjustments together with Ind AS mandate of using Balance Sheet approach (against Profit & Loss approach in the previous Indian GAAP) for computation of deferred taxes has resulted in charge to the reserves, on the date of transaction, with consequential impact to the statement of Profit & Loss for the subsequent periods.
- f The Company has entered into Forward contract from economic perspective, the resulting loss has been recognised in Profit & Loss.
- g Under Ind AS, remeasurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit or loss. Under the previous GAAP, these remeasurements were forming part of the profit or loss for the year.
- 6 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 24th August, 2018.
- 7 The figures have been regrouped and / or reclassified wherever considered necessary.
- 8 The statement included the results for the quarter ended 31st March, 2018 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the financial year, which were subjected to limited review.
- 9 The interim dividend has been paid of Rs.222.50 Lakhs (Dividend Rs.0.50 per equity share) on 27th September, 2017. No further dividend has been recommended by Board of Directors for the year ended 31st March 2018.

For and on behalf of the Board of Directors


Santosh Shahra
Executive Chairman
DIN:- 00305486


Nagalingam Goli
Managing Director
DIN:- 03317130

Date: 24th August'2018
Place: Indore



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National Steel & Agro Industries Ltd

Statement of Assets and Liabilities As at 31st March, 2018

		(Rs. in Lacs)	
	Particulars	As at 31st March' 2018	As at 31st March' 2017
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	59,961	64,062
	(b) Intangible Assets	10	71
	(c) Capital Work-in-Progress	91	412
	(d) Financial Assets		
	(i) Other Financial Assets	284	268
	(e) Other Non-Current Assets	130	20
	(f) Income Tax Assets (Net)	130	-
	Total Non-Current Assets	60,606	64,833
2	Current assets		
	(a) Inventories	28,887	45,129
	(b) Financial Assets		
	(i) Current Investments	132	157
	(ii) Trade Receivables	36,281	41,818
	(iii) Cash and Cash Equivalents	285	1,256
	(iv) Bank Balance Other than Cash and Cash	9,765	8,324
	(v) Other Financial Assets	274	340
	(c) Other Current Assets	8,620	19,438
	Total Current Assets	84,244	116,462
	TOTAL ASSETS	144,850	181,295
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	4,450	4,450
	(b) Other Equity	-55,889	-41,507
	Total Equity	-51,439	-37,057
2	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Long Term Borrowings	5,501	6,216
	(ii) Other Financial Liabilities	735	165
	(b) Provisions	137	206
	(c) Deferred Tax Liabilities (Net)	8,304	16,483
	Total Non-Current Liabilities	14,677	23,070
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Short Term Borrowings	19,332	18,335
	(ii) Trade Payables	142,985	162,887
	(iii) Other Financial Liabilities	759	753
	(b) Provisions	287	250
	(c) Current Tax Liabilities (net)		466
	(d) Other Current Liabilities	18,249	12,591
	Total Current Liabilities	181,612	195,282
	TOTAL EQUITY AND LIABILITIES	144,850	181,295

For and on behalf of the Board of Directors

Place: Indore
Date: 24th August '2018

Santosh Shahra
Executive Chairman
DIN:- 00305486

Nagalingam Goli
Managing Director
DIN:- 03317130



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National Steel & Agro Industries Ltd

24th August, 2018

Ref. No.: NSAIL/SEC/2018

To,
Corporate Relationship Department,
BSE Limited.
Rotunda Building, P J Towers,
Dalal Street, Fort,
Mumbai - 400 001

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

Sub.: Declaration pursuant to Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015

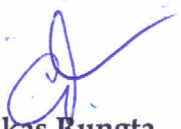
I, Vikas Rungta, Chief Financial Officer of National Steel and Agro Industries Limited, hereby declare that the Statutory Auditors of the Company, Gupta Saharia & Co., Chartered Accountant (Firm Registration No.: 103446W) have issued an Audit Report with emphasis of matter on Audited Financial Results of the Company for the quarter and financial year ended 31st March, 2018.

This declaration is given in compliance to Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015 as amended by SEBI (LODR) (Amendment) Regulations, 2016 vide Notification No. SEBI/LAD-NRO/GN/2016-17/001 dated 25th May, 2016 and Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016.

Kindly take this declaration on your record.

Thanking you,
Yours faithfully,

For National Steel and Agro Industries Limited


Vikas Rungta
Chief Financial Officer



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AUDITOR'S REPORT ON QUARTERLY FINANCIAL RESULTS AND YEAR TO DATE RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To
Board of Directors
National Steel And Agro Industries Limited

We have audited the accompanying statement of financial results of National Steel And Agro Industries Limited ('the Company') for the quarter and year ended 31st March, 2018 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 ('the Circular'). The financial results for the quarter and year ended 31st March, 2018 have been prepared on the basis of the financial results for the nine-month period ended 31st December, 2017, the audited annual financial statements as at and for the year ended 31st March, 2018, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended 31st December, 2017 which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 Interim Financial Reporting specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended 31st March, 2018; and relevant requirements of the Regulation and the Circular.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these financial results as well as the consolidated year to date results:

- (i) are presented in accordance with the requirements of the Regulation and the Circular in this regard;
- (ii) give a true and fair view of the loss including the other comprehensive income and other financial information for the quarter and year ended 31st March 2018.





Tel.: 022 2844 3299
022 2844 3301

Gupta Saharia & Co.

Chartered Accountants

Emphasis of Matter

(a) Material Uncertainty regarding Going Concern

We refer to Note 3 of the financial results wherein it is mentioned that the financial statements are prepared on going concern basis for the reasons mentioned in the said note.

Our report is not modified for the above as we are unable to comment on the ultimate outcome of the above.

(b) As mentioned in Note 4 to the financial results, letter of Credits have devolved on the Company, subsequent to the balance sheet date. The Company is however confident of meeting the liabilities. We are unable to comment on the said matter.

For Gupta Saharia & Co.

Chartered Accountants

ICAI Firm Registration Number: 103446W

CA Suresh Saharia

Partner

Membership No.: 040180



Place: Indore

Date: 24-Aug-2018

Head Office : 4, Atlanta, Evershine Nagar, Malad (West), Mumbai - 400 064.

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Branches : Borivali • Kolkata • Surat