

RAMKRISHNA FORGINGS LIMITED

Date: 5th September 2020

The Listing Department
Bombay Stock Exchange
PJ Towers
Dalal Street
Mumbai – 400 001

BSE SCRIP CODE: 532527

The Listing Department
National Stock Exchange of India Limited
"Exchange Plaza" C-1, Block G
Bandra- Kurla Complex, Bandra (E)
Mumbai- 400051

NSE SYMBOL: RKFORGE

Dear Sir / Madam,

Sub: Outcome of Board Meeting pursuant to Regulation 30 and Unaudited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Please be informed that the Board of Directors at its meeting held on 5th September 2020, has inter alia approved the unaudited standalone and consolidated financial results of the Company for the Quarter ended 30th June 2020 together with limited review report.

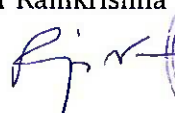
Further, the Board has also approved the amendment to "RKFL's Code of Conduct for Regulating, Monitoring and Reporting of Trading by Designated Persons" (Code), in line with the Securities and Exchange Board of India (Prohibition of Insider Trading)(Amendment) Regulations, 2020, which came into effect from 17th July 2020. The amended Code can be accessed at Company's website at www.ramkrishnaforgings.com.

The meeting commenced at 11:30 A.M. and concluded at 14.10 P.M.

Request to kindly take the same into record.

Thanking You,

Yours truly,
For Ramkrishna Forgings Limited


Rajesh Mundhra
Company Secretary

Encl. As above



REGISTERED & CORPORATE OFFICE

23 CIRCUS AVENUE, KOLKATA 700017, WEST BENGAL, INDIA

PHONE : (+91 33)4082 0900 / 7122 0900, FAX: (+91 33)4082 0998 / 7122 0998

EMAIL: info@ramkrishnaforgings.com, Website: www.ramkrishnaforgings.com

CIN NO. :L74210WB1981PLC034281



Date: 5th September 2020

The Listing Department Bombay Stock Exchange PJ Towers Dalal Street Mumbai – 400 001 <u>BSE SCRIP CODE: 532527</u>	The Listing Department National Stock Exchange of India Limited “Exchange Plaza” C-1, Block G Bandra- Kurla Complex, Bandra (E) Mumbai- 400051 <u>NSE SYMBOL: RKFORGE</u>
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Dear Sir / Madam,

Sub: Outcome of Board Meeting pursuant to Regulation 30 and Unaudited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Please be informed that the Board of Directors at its meeting held on 5th September 2020, has inter alia approved the unaudited standalone and consolidated financial results of the Company for the Quarter ended 30th June 2020 together with limited review report.

Further, the Board has also approved the amendment to “RKFL’s Code of Conduct for Regulating, Monitoring and Reporting of Trading by Designated Persons” (Code), in line with the Securities and Exchange Board of India (Prohibition of Insider Trading)(Amendment) Regulations, 2020, which came into effect from 17th July 2020. The amended Code can be accessed at Company’s website at www.ramkrishnaforgings.com.

The meeting commenced at 11:30 A.M. and concluded at 14.10 P.M.

Request to kindly take the same into record.

Thanking You,

Yours truly,
For Ramkrishna Forgings Limited

Rajesh Mundhra
Company Secretary

Encl. As above

S R Batliboi & CO. LLP
Chartered Accountants
22, Camac Street
3rd Floor, Block B
Kolkata – 700 016, India
LLP Identity Number: AAB-4294

S K Naredi & Co.
Chartered Accountants
Park Mansions, Block-1, 3rd Floor,
Room Nos. 5, 57 A Park Street
Kolkata – 700 016

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Ramkrishna Forgings Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Ramkrishna Forgings Limited (the "Company") for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



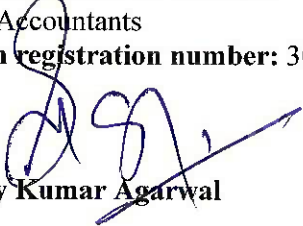
5. **Emphasis of Matter**

We draw attention to Note 3 to the financial results, which describes the impact of COVID-19 pandemic on the Company's operations and results as assessed by the management. The extent to which COVID-19 pandemic will have impact on the Company's performance is dependent on future developments, which are uncertain. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005


per Sanjay Kumar Agarwal

Partner

Membership No.: 060352

UDIN: 20060352AAAADZ2888

Place: Kolkata

Date: September 5, 2020



For M/S. S.K. NAREDI & CO

Chartered Accountants

ICAI Firm registration number: 003333C



per Abhijit Bose

Partner

Membership No.: 056109

UDIN: 20056109AAAAC7941

Place: Kolkata

Date: September 5, 2020





(All amounts in INR Lakhs, unless otherwise stated)

Statement of Unaudited Standalone Ind AS Financial Results for the Quarter ended June 30, 2020					
Sl. No.	Particulars	Quarter ended			Year ended
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited) (Refer note 2)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
	Income				
1.	Revenue from Operations	11,584.87	22,250.59	37,924.89	1,11,182.02
2.	Other Income	61.52	395.54	34.84	601.60
3.	Total Income (1 + 2)	11,646.39	22,646.13	37,959.73	1,11,783.62
4.	Expenses				
a)	Cost of Materials Consumed	4,298.74	11,103.61	19,987.33	55,610.52
b)	(Increase) / Decrease in inventories of finished goods, work in progress and scrap	1,214.64	(2,143.83)	(1,111.72)	(4,937.60)
c)	Employee Benefits Expense	2,117.73	2,084.85	2,409.25	9,424.07
d)	Power and Fuel	1,007.97	2,078.77	3,233.07	9,718.56
e)	Finance Costs	1,814.46	1,930.19	1,981.05	7,515.17
f)	Depreciation and Amortisation Expenses	2,232.79	3,010.10	3,257.02	12,016.49
g)	Other Expenses	3,095.17	5,451.51	6,190.67	20,994.91
	Total Expenses (a to g)	15,781.50	23,515.20	35,946.67	1,10,342.12
5.	(Loss) / Profit before tax (3-4)	(4,135.11)	(869.07)	2,013.06	1,441.50
6.	Tax Expenses				
a)	Current tax - Pertaining to Profit for the current period	-	(143.75)	708.50	237.79
	Tax adjustments for earlier years	-	(7.43)	-	1.23
b)	Deferred tax charge / (credit) *	(1,487.92)	(91.25)	(42.77)	241.04
	* Including credit of Minimum Alternate Tax				
	Total Tax Expense / (credit)	(1,487.92)	(242.43)	665.73	480.06
7.	(Loss) / Profit for the period/year (5-6)	(2,647.19)	(626.64)	1,347.33	961.44
8.	Other Comprehensive Income / (Loss)				
(i)	Items that will not be reclassified to statement of profit & loss	(10.36)	56.08	(32.50)	(41.43)
(ii)	Income tax relating to items that will not be reclassified to statement of profit & loss	3.62	(19.59)	11.36	14.48
	Other comprehensive Income / (Loss) for the period/year	(6.74)	36.49	(21.14)	(26.95)
9.	Total Comprehensive Income / (Loss) for the period/year (7+8)	(2,653.93)	(590.15)	1,326.19	934.49
10.	Paid-up Equity Share Capital (Face Value of ₹ 10/- per share) (Refer note 6)	3,217.99	3,260.77	3,260.74	3,260.77
11.	Other Equity				84,381.95
12.	Earnings per Equity Share (EPS) of ₹ 10/- each				
1)	Basic	(8.18)**	(1.92)**	4.13**	2.95
2)	Diluted #	(8.18)**@	(1.92)**@	4.12**	2.94
	** not annualised				
	# after considering impact of ESOP				
	@ anti-dilutive in nature				

See accompanying notes to the financial results.



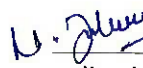
NOTES TO UNAUDITED STANDALONE IND AS FINANCIAL RESULTS:

- 1 The above unaudited standalone Ind AS financial results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Company at their respective meetings held on September 4, 2020 and September 5, 2020 respectively. The Statutory Auditors have carried out a limited review of the financial results.
- 2 The figures of three months ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the unaudited published year-to-date figures for nine months up to December 31, 2019 which were subjected to limited review.
- 3 On account of the outbreak of COVID-19 virus, the Government of India had imposed a nation-wide lockdown on March 24, 2020 leading to temporary shut-down of the Company's manufacturing facilities and operations. Since the latter part of April, 2020, the Government has progressively relaxed lockdown conditions and has allowed industries and businesses to resume operations and the Company has accordingly commenced its manufacturing operations across all its plants in a phased manner during the latter part of April after obtaining requisite permissions from appropriate government authorities. In light of such disruption in sales, production and other business activities during the quarter ended June 30, 2020, the results for this quarter are not comparable to previous corresponding period results. Management has assessed its liquidity position as on June 30, 2020 and does not anticipate any challenge in the Company's ability to continue as a going concern including recoverability of the carrying value of its property, plant and equipment, intangible assets and deferred tax assets (including MAT credit). The impact of the pandemic in the subsequent periods, however, is highly dependent on the evolving situation, and hence eventual impact may be different from that estimated as at the date of approval of these financial results.
- 4 The Company manufactures "Forging components" and the management reviews the performance of the Company as a single operating segment in accordance with Ind AS-108 "Operating Segments" notified pursuant to the Companies (Indian Accounting Standards) Rules, 2015. Accordingly, no separate segment information has been furnished herewith.
- 5 Pursuant to The Taxation Laws (Amendment) Ordinance, 2019, corporate assesses have been given the option under section 115BAA of the Income Tax Act, 1961 to apply lower income rate with effect from April 1, 2019, subject to certain conditions specified therein. The Company has assessed the impact of the Ordinance and believes that it will continue to remain in the existing tax structure for the foreseeable future based on its forecasted profits. Accordingly, no effect in this regard has been considered in measurement of tax expenses for the purpose of this financial results. Management, however, will continue to review its profitability forecast at regular intervals and make necessary adjustments to tax expenses when there is reasonable certainty to avail the lower rate of tax.
- 6 The Board of Directors of the Company at its meeting held on March 21, 2020, approved buy-back of Equity Shares of the Company of a maximum size not exceeding ₹ 4,000.00 lakhs at a price not exceeding ₹ 250/- per Equity Share from the members of the Company from the open market through the Stock Exchange Mechanism in accordance with the regulation, provisions contained in the Companies Act, 2013, rules made thereunder and the SEBI (Buy-Back of Securities) Regulations, 2018.
The maximum number of shares that can be bought by the Company at the maximum buyback price would be 16,00,000 shares.
The maximum buyback size represents 4.81% and 4.82% of the aggregate of the Company's total Paid-up equity share capital and free reserves based on the Standalone and Consolidated Audited Financial Statements of the Company as on March 31, 2019.

As at June 30, 2020 the Company has bought back 427,812 equity shares aggregating to ₹ 777.50 Lakhs.

Place: Kolkata
Date: September 5, 2020

For the Order of the Board


Naresh Jalan
(Managing Director)
DIN: 00375462



S R Batliboi & CO. LLP
Chartered Accountants
22, Camac Street
3rd Floor, Block B
Kolkata – 700 016, India
LLP Identity Number: AAB-4294

S K Naredi & Co.
Chartered Accountants
Park Mansions, Block-1, 3rd Floor,
Room Nos. 5, 57 A Park Street
Kolkata – 700 016

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Ramkrishna Forgings Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Ramkrishna Forgings Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2020 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.



4. The Statement includes the results of the following subsidiaries:

- a) Globe Forex & Travels Limited
- b) Ramkrishna Aeronautics Private Limited
- c) Ramkrishna Forgings LLC

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to Note 5 to the consolidated financial results, which describes the impact of COVID-19 pandemic on the Group's operations and results as assessed by the management. The extent to which COVID-19 pandemic will have impact on the Group's performance is dependent on future developments, which are uncertain. Our conclusion is not modified in respect of this matter.

7. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of two (2) subsidiaries, whose unaudited interim financial results include total revenues of Rs. 55.06 lakhs, total net loss after tax of Rs. 222.65 lakhs and total comprehensive loss of Rs. 223.73, for the quarter ended June 30, 2020, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial information/ financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

8. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of one (1) subsidiary, whose interim financial results and other financial information reflect total revenues of Rs 17.99 lakhs, total net profit after tax of Rs. 0.92 lakh and total comprehensive income of Rs. 0.92 lakh for the quarter ended June 30, 2020 as considered in the Statement whose interim financial results and other financial information have not been audited/reviewed by their/any auditor.

These unaudited interim financial information/ financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of this subsidiary, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial information/financial results are not material to the Group.



Our conclusion on the Statement in respect of matters stated in para 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/financial information certified by the Management.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Sanjay Kumar Agarwal

Partner

Membership No.: 060352

UDIN: 20060352AAAAEA8378

Place: Kolkata

Date: September 5, 2020



For M/S. S.K. NAREDI & CO

Chartered Accountants

ICAI Firm registration number: 003333C



per Abhijit Bose

Partner

Membership No.: 056109

UDIN: 20056109AAAACU2452

Place: Kolkata

Date: September 5, 2020





(All amounts in INR Lakhs, unless otherwise stated)					
Statement of Unaudited Consolidated Ind AS Financial Results for the Quarter ended June 30, 2020					
Sl. No.	Particulars	Quarter ended		Year ended	
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited) (Refer Note. 4)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
	Income				
1.	Revenue from Operations	11,361.60	23,955.58	40,061.76	1,21,647.18
2.	Other Income	95.14	435.38	40.13	679.55
3.	Total Income (1 + 2)	11,456.74	24,390.96	40,101.89	1,22,326.73
4.	Expenses				
a)	Cost of Materials Consumed	4,298.74	11,103.61	19,987.33	55,610.52
b)	Cost of Services	-	1,593.29	1,607.10	8,887.85
c)	Trading purchase	15.13	-	-	-
d)	(Increase) / Decrease in inventories of finished goods, work in progress, Traded goods and Scrap	1,053.40	(2,296.03)	(1,111.72)	(5,089.81)
e)	Employee Benefits Expense	2,271.13	2,311.37	2,612.02	10,281.28
f)	Power and Fuel	1,008.75	2,080.34	3,238.37	9,732.19
g)	Finance Costs	1,908.02	2,025.16	2,069.08	7,874.79
h)	Depreciation and amortisation expense	2,243.09	3,018.80	3,265.99	12,054.06
i)	Other Expenses	3,191.16	5,579.39	6,372.63	21,496.62
	Total Expenses (a to i)	15,989.42	25,415.93	38,040.80	1,20,847.50
5.	(Loss) / Profit before tax (3-4)	(4,532.68)	(1,024.97)	2,061.09	1,479.23
6.	Tax Expenses				
a)	Current tax -				
	Pertaining to Profit for the current period	-	(168.95)	723.25	271.28
	Tax adjustments for earlier years	18.34	0.05	-	8.71
b)	Deferred tax charge / (credit) *	(1,603.47)	(98.72)	(41.43)	229.69
	* Including credit of Minimum Alternate Tax				
	Total Tax Expense / (credit)	(1,585.13)	(267.62)	681.82	509.68
7.	(Loss) / Profit for the period/year (5-6)	(2,947.55)	(757.35)	1,379.27	969.55
8.	Other Comprehensive Income / (Loss)				
	(i) Items that will not be reclassified to statement of profit & loss	(11.86)	50.25	(33.46)	(50.13)
	(ii) Income tax relating to items that will not be reclassified to statement of profit & loss	4.04	(17.97)	11.61	16.90
	Other comprehensive Income / (Loss) for the period/year	(7.82)	32.28	(21.85)	(33.23)
9.	Total Comprehensive Income / (Loss) for the period/year (7+8)	(2,955.37)	(725.07)	1,357.42	936.32
10.	Profit attributable to:				
	Owners of the equity	(2,947.55)	(757.35)	1,379.27	969.55
	Non-controlling interest	-	-	-	-
11.	Other Comprehensive Income attributable to:				
	Owners of the equity	(7.82)	32.28	(21.85)	(33.23)
	Non-controlling interest	-	-	-	-
12.	Total Comprehensive Income attributable to:				
	Owners of the equity	(2,955.37)	(725.07)	1,357.42	936.32
	Non-controlling interest	-	-	-	-
13.	Paid-up Equity Share Capital (Face Value of ₹ 10/- per share) (Refer note 7)	3,217.99	3,260.77	3,260.74	3,260.77
14.	Other Equity				84,339.29
15.	Earnings per Equity Share (EPS) of ₹ 10/- each				
1)	Basic	(9.11)**	(2.32)**	4.23**	2.97
2)	Diluted #	(9.11)**@	(2.32)**@	4.22**	2.97
	** not annualised				
	# after considering impact of ESOP				
	@ anti-dilutive in nature				

See accompanying notes to the financial results.





NOTES TO UNAUDITED CONSOLIDATED IND AS FINANCIAL RESULTS:

1. Segment information

(All amounts in INR Lakhs, unless otherwise stated)

Sl. No.	Particulars	Quarter ended			Year ended
		June 30, 2020 (Unaudited)	March 31, 2020 (Audited) (Refer Note. 4)	June 30, 2019 (Unaudited)	March 31, 2020 (Audited)
1	Segment Revenue				
	Revenue from External Customers				
	(i) Forging components	11,307.08	22,066.21	37,924.89	1,10,997.64
	(ii) Others	55.06	1,904.22	2,147.15	10,687.06
	Total	11,362.14	23,970.43	40,072.04	1,21,684.70
	Less : Inter Segment Revenue	(0.54)	(14.85)	(10.28)	(37.52)
	Revenue from operations	11,361.60	23,955.58	40,061.76	1,21,647.18
2	Segment Results				
	Profit before Interest and tax				
	(i) Forging components	(2,432.29)	1,061.12	3,994.11	8,956.68
	(ii) Others	(192.37)	(60.94)	136.06	397.34
	Total Segment Profit	(2,624.66)	1,000.18	4,130.17	9,354.02
	Less: Finance costs	(1,908.02)	(2,025.16)	(2,069.08)	(7,874.79)
	Profit before tax	(4,532.68)	(1,024.97)	2,061.09	1,479.23
3	Segment Assets				
	(i) Forging components	2,21,082.96	2,15,057.47	2,14,192.52	2,15,057.47
	(ii) Others	5,844.11	7,821.88	6,111.64	7,821.88
	Total Assets	2,26,927.07	2,22,879.35	2,20,304.16	2,22,879.35
4	Segment Liabilities				
	(i) Forging components	1,38,332.13	1,30,120.16	1,27,466.13	1,30,120.16
	(ii) Others	4,661.69	5,159.13	4,205.08	5,159.13
	Total Liabilities	1,42,993.82	1,35,279.29	1,31,671.21	1,35,279.29

The Group's business is divided into two reporting segments which comprise of "forgings" and "others" which represents the Group's business not covered in "forgings" segments.

The "forgings" segment produces and sells forged products comprising of forgings and machined components. "Others" primarily includes services for tour and travels and sanitization business.



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NOTES TO UNAUDITED CONSOLIDATED IND AS FINANCIAL RESULTS (CONTINUED):

- 2 The unaudited consolidated Ind AS financial results of the Group relates to Ramkrishna Forgings Limited ("the Parent") and its wholly owned subsidiaries, Globe Forex & Travels Limited, Ramkrishna Aeronautics Private Limited and Ramkrishna Forgings LLC (Collectively "the Group").
- 3 The above unaudited consolidated Ind AS financial results have been reviewed by the Audit Committee and thereafter approved by the Board of Directors of the Company at their respective meetings held on September 4, 2020 and September 5, 2020 respectively. The Statutory Auditors have carried out a limited review of the financial results.
- 4 The figures of three months ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the unaudited published year-to-date figures for nine months up to December 31, 2019 which were subjected to limited review.
- 5 On account of the outbreak of COVID-19 virus, the Government of India had imposed a nation-wide lockdown on March 24, 2020 leading to temporary shut-down of the Group's manufacturing facilities and operations. Since the latter part of April, 2020, the Government has progressively relaxed lockdown conditions and has allowed industries and businesses to resume operations and the Group has accordingly commenced its manufacturing/service operations across all its plants/offices in a phased manner during the latter part of April after obtaining requisite permissions from appropriate government authorities. In light of such disruption in sales, production and other business activities during the quarter ended June 30, 2020, the results for this quarter are not comparable to previous corresponding period results.
With regard to one of the subsidiary, Globe Forex and Travels Limited ("Globe"), Revenue from operations from Tour and Travels business during the current quarter has been impacted adversely. Globe has started dealing in sanitization and covid related products during the quarter.
Management has assessed its liquidity position as on June 30, 2020 and does not anticipate any challenge in the Groups's ability to continue as a going concern including recoverability of the carrying value of its property, plant and equipment, intangible assets and deferred tax assets (including MAT credit). The impact of the pandemic in the subsequent periods, however, is highly dependent on the evolving situation, and hence eventual impact may be different from that estimated as at the date of approval of these financial results.
- 6 Pursuant to The Taxation Laws (Amendment) Ordinance, 2019, corporate assesses have been given the option under section 115BAA of the Income Tax Act, 1961 to apply lower income rate with effect from April 1, 2019, subject to certain conditions specified therein. The Group has assessed the impact of the Ordinance and believes that it will continue to remain in the existing tax structure for the foreseeable future based on its forecasted profits. Accordingly, no effect in this regard has been considered in measurement of tax expenses for the purpose of this financial results. Management, however, will continue to review its profitability forecast at regular intervals and make necessary adjustments to tax expenses when there is reasonable certainty to avail the lower rate of tax.
- 7 The Board of Directors of the Parent Company at its meeting held on March 21, 2020, approved buy-back of Equity Shares of the Parent Company of a maximum size not exceeding ₹ 4,000.00 lakhs at a price not exceeding ₹ 250/- per Equity Share from the members of the Parent Company from the open market through the Stock Exchange Mechanism in accordance with the regulation, provisions contained in the Companies Act, 2013, rules made thereunder and the SEBI (Buy-Back of Securities) Regulations, 2018. The maximum number of shares that can be bought by the Parent Company at the maximum buyback price would be 16,00,000 shares.
The maximum buyback size represents 4.81% and 4.82% of the aggregate of the Parent Company's total Paid-up equity share capital and free reserves based on the Standalone and Consolidated Audited Financial Statements of the Company as on March 31, 2019.

As at June 30, 2020 the Parent Company has bought back 427,812 equity shares aggregating to ₹ 777.50 Lakhs.

Place: Kolkata
Date: September 5, 2020

For the Order of the Board


Naresh Jalan
(Managing Director)
DIN: 00375462

