



GURUDEV

Surana Corporation Limited

Corporate Head Office :

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Website : www.suranacorp.com CIN : L65991TN1991PLC020783

Ref: SCL/SEC/ 092 /FY2017-2018

August 12, 2017

The Manager, National Stock Exchange of India Limited, Listing Department, Exchange Plaza, Bandra-Kurla complex, Bandra (E), Mumbai – 400051.	The Deputy General Manager, Department of Corporate Services, Bombay Stock Exchange Limited, 23 rd Floor, PJ Towers, Dalal Street, Mumbai-400 001.
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Dear Sir,

Sub: Outcome of Board Meeting

Ref: Scrip Code: 531102, Scrip ID: SURANACORP, Symbol: SURANACORP

We wish to inform you that the Meeting of Board of Directors of the Company at their meeting held today (August 12, 2017) inter alia, considered and approved the Un-Audited financial results (Standalone) for the quarter ended June 30, 2017 along with the Limited Review Report.

This is for your information and records.

Thanking You,

Yours Faithfully,

For SURANA CORPORATION LIMITED


DEVARAJAN.K.E
DIRECTOR



Gurudev

SURANA CORPORATION LIMITED

CIN : I65991TN1991PLC020783

Regd. Office : No.30, GNT Road, Madhavaram, Chennai 600 110.

Scrip Code : 531102, Scrip ID : SURANACORP

Website : www.suranacorp.com, Email : secretarial@suranacorp.com , Tel no: (044) 25355070 , Fax no: (044) 28521143

Statement of standalone Audited financial results for the quarter ended 30/06/2017

(Rupees in Crores except equity Shares and per equity share data)

	Quarter ended				Year ended
	June 30, 2016	March 31, 2017	June 30, 2016	March 31, 2017	
	Unaudited	Audited	Unaudited	Audited	
1 REVENUE FROM OPERATIONS					
(a) Net Sales	77.69	43.56	81.79	234.66	
(b) Other Operating Income	-	-	-	-	
Total Income from Operations	77.69	43.56	81.79	234.66	
2 Other Income	-	6.20	-	6.21	
3 Total Income	77.69	49.76	81.79	240.87	
4 EXPENSES					
(a) Cost of Material consumed	-	-	80.81	294.24	
(b) Purchase of Stock in trade	-	-	-	-31.33	
(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	81.43	68.42	1.11	0.52	
(d) Employee benefits expense	0.11	0.12	0.14	175.69	
(e) Finance Cost	35.39	68.88	32.03	7.71	
(f) Depreciation and Amortised Expenses	0.17	-1.11	2.94	113.31	
(g) Other Expenses	35.03	32.03	31.92	560.13	
Total Expenses [4(a) to 4(g)]	152.13	168.34	148.95	-319.26	
5 Profit / (Loss) Before Exceptional Items & Tax [3 - 5]	-74.44	-118.58	-67.16	-319.26	
6 Exceptional Items:	-	-	-	-319.26	
7 Profit / (Loss) Before Tax	-74.44	-118.58	-67.16	-319.26	
8 Tax Expenses					
(a) Current Tax	-	-	-	-	
(b) Deferred Tax	-	-	-	-	
Total Tax Expenses	-	-	-	-	
9 Net Profit/(Loss) After Tax	-74.44	-118.58	-67.16	-319.26	
10 Other Comprehensive Income	-	-	-	-	
11 Paid Up Equity Share Capital [Face Value @ Rs. 10 per Share]	24.36	24.36	24.36	24.36	
12 Reserve excluding Revaluation Reserve	-	-	-	-	
13 Earnings per Equity Share					
Basic Earning Per Share	-30.56	-48.68	-27.57	-131.06	
Diluted Earning Per Share	-30.56	-48.68	-27.57	-131.06	

For and on behalf of the Board

Place: Chennai
Date : 12th August, 2017

Devarajan K E
Director



Notes:

1. The above statement of Audited Standalone Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 12, 2017.
2. The Financial Result of the company have been prepared in accordance with the companies (Indian Accounting Standard) Rules, 2015 (Ind As) prescribed under Section 133 of the companies Act, 2013. The company has adopted Ind AS from April 01, 2016 with a transition date of April 01, 2015.
3. The Company's activities during the year revolve around Manufacturing and Trading in Bullion and Jewellery and power generation from Windmill. Considering the nature of Company's business and operations, there are no separate reportable segments disclosure is required. The SEZ License is not renewed no export activities have been undertaken during the current period.
4. Even though the company has incurred a net loss of RS.74.44 Crores for the Quarter ended June 30, 2017 and as of that date, the company's accumulated losses aggregate to Rs.937.42 Crores resulting in erosion of its net worth, the financial statements have been prepared on on-going concern by considering the outcome of the consortium meeting dated December 14, 2016 and May 08, 2017, whereby the company has offered One Time Settlement of its liabilities with the consortium members, which has been considered by them for further approval.
5. Debtors of Rs.626.62 aged more than one year (referred as sticky) are covered under the Memorandum of understanding entered in June 2015 confirming the schedule of repayment. This schedule of repayment has been considered as part of company CDR proposal by the consortium of Banks. Further the Memorandum also indicates coverage of these debts belonging to the some of the debtors by properties. These properties of the debtors have been mortgaged in favour of the consortium lenders of the company as part of CDR. Also the company reserves the rights to sell the said properties in case of non receipt of scheduled payments. During this Quarter an amount of Rs.34.75 Crores which was not recovered as per the MoU terms provided for and the same has been included in the total provision of Rs.302.08 Crores. The company has initiated necessary legal recourse to recover the dues.
6. During the year, lenders have categorized some of the loan accounts as Non Performing Assets and have not charged interest thereof for the subsequent period. Management has provided on prudent basis for interest based on the information available as per the terms of the prevailing loan agreements without having any balance confirmation from the certain banks with respect to accrual of interest payable. Accordingly the actual interest payment to the banks may vary from the amount already accounted. The company has impaired all its investments in subsidiaries as there is no certainty of recovery from them.



7. CDR Exit: The consortium of lenders vide JLM dated 20.04.2016 had recommended exit from CDR to CDR-EG. CDR-EG vide its communication dated 24.05.2016 has approved exit of Consortium from CDR. Consortium of lenders has also issued notice of filing a suit in Debt Recovery Tribunal, Chennai for recovery of their dues. The same is being contested by the company. Meanwhile, the company has offered One-Time Settlement to the consortium lenders and the JLM's held on December 14, 2016 and May 08, 2017 respectively, have accorded acceptance, subject to approval from the respective authorities.
8. Figures for the previous period have been regrouped/reclassified, wherever necessary to synchronise and conform with current period classification.

For and on behalf of the Board of Directors

Place: Chennai

Date: August 12, 2017



Devarajan K E
Director
(DIN: 07228715)

V D S R & Co.
CHARTERED ACCOUNTANTS

Office:

3A, 3rd Floor, Amber Crest Apartments,
No. 37, Pantheon Road,
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Independent Auditor's Review Report on the Interim Financial Results

The Board of Directors
Surana Corporation Limited
Chennai

1. We have Reviewed the accompanying statement of standalone Unaudited financial results of **Surana Corporation Limited** ("the Company") for the quarter ended June 30, 2017 ("the Statement"), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by SEBI Circular No CIR/CFD/FAC/62/2016 dated 5th July 2016. This statement is the responsibility of the Company's Management and the Board of Directors and is required to be prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the statement as per the Standard on Review Engagement (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 from Material Misstatement. A review is Limited primarily to inquiries of Company personnel and analytical procedures applied to Financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an Audit Opinion.
3. **Basis for Qualified Conclusion:**
 - a. We draw your attention to Note no 4 to the Statement which indicates that the Company has incurred net loss of Rs.74.44 Crores and as of that date, the Company's accumulated losses aggregate to Rs.937.42 Crores resulting in erosion of its net worth as at June 30, 2017. These conditions along with other matters as set forth in the aforesaid note indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements have been prepared under the assumption of going concern, considering the outcome of the consortium meeting dated December 14, 2016 and May 08, 2017, whereby the Company has offered One Time Settlement of its liabilities with the consortium members, which has been considered by them for their approval. The ability of the Company to continue as a going concern is significantly dependent on the approval by the consortium of lenders on the One Time Settlement offered by the Company.



V D S R & Co.
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- b. The Company has considered trade receivables outstanding for more than six months of Rs 359.38 Crores and long term trade receivables of Rs.324.18Crores, as good and recoverable. However, we were unable to confirm or verify, by alternative means, balances of such trade receivables. Had the provision been made with respect to the above receivable in the books of the Company, the loss would have been increased by Rs. 683.56 Crores and consequently Networth would have been reduced by Rs. 683.56crores.

4. Qualified Conclusion:

Based on our review, except for the matters stated in Paragraph 3, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the applicable Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with rules issued thereunder and other recognized accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circulars CIR/CFD/CMD/15/2015 dated November 30,2015 and CIR/CFD/FAC/62/2016 dated July 5, 2016 in this regard.

For V D S R & Co,
Chartered Accountants
F.R. No 001626S


Sathish Kumar R K

Partner

Membership No : 220263



Place : Chennai.

Date : August 12, 2017