

SPLENDID METAL PRODUCTS LIMITED

(Formerly Known as Sujana Metal Products Ltd)

Date: 11.09.2019

To
National Stock Exchange of India Ltd,
5th Floor, Exchange Plaza,
Bandra (E),
MUMBAI – 400 051
Scrip Symbol: SMPL

Dear Sir/Madam,

Sub: Consolidated Un-Audited Financial Results for the quarter ended 30th June, 2019- Reg
Ref: Your email dated 28.08.2019.

With reference to your email on submission of consolidated Un-Audited Financial Results for the quarter ended 30th June, 2019, Please find enclosed herewith the following documents:

1. Consolidated Un-Audited Financial Results of the Company for the quarter ended 30th June, 2019 along with the Limited Review Report thereon submitted by the Statutory Auditors of the Company.
2. Standalone Limited Review Report in the SEBI prescribed format.

Kindly take the same on your records and oblige.

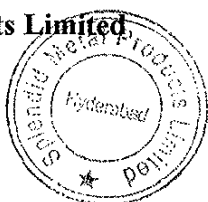
Thanking You,

Yours faithfully,

For Splendid Metal Products Limited



Shaik Ibraheem
Company Secretary



(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

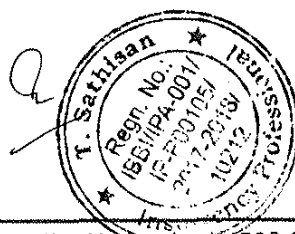
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Statement of Consolidated Un-Audited Financial Results For the Quarter ended 30th June 2019

Rs.in lakhs

Particulars	Consolidated			
	Quarter ended		Year Ended	
	30-Jun-19 (Un Audited)	31-Mar-19 (Audited)	30-Jun-18 (Un Audited)	31-Mar-19 (Audited)
Part - I				
1 Revenue from operations				
(a) Gross Sales/Income from Operation	1,378.95	7,605.61	11,735.87	43,849.22
(b) Other operating income	3.35	1,965.16	-	1,968.46
Total Income from operations (net)	1,382.30	9,570.77	11,735.87	45,817.68
2 Other income	6.11	(0.37)	802.37	73.42
3 Total Income (1+2)	1,388.41	9,570.40	12,538.24	45,891.10
4 Expenses				
a) Cost of materials consumed	1,209.78	6,406.46	10,860.45	38,106.48
b) Changes in inventories of finished goods, work in process and stock-in-trade	910.74	(53.48)	249.02	1,512.41
c) Employee benefits expense	175.86	537.30	-	1,331.24
d) Finance costs	0.20	45.45	5.90	179.76
e) Depreciation and amortisation expense	1,659.67	791.32	801.51	3,197.49
f) Other expenses	710.84	44,925.93	21,134.50	107,609.11
Total expenses	4,667.09	52,652.98	33,051.38	151,936.49
5 Profit before exceptional items & tax (3-4)	(3,278.68)	(43,082.58)	(20,513.14)	(106,045.39)
6 Exceptional items	-	-	-	-
7 Profit/(Loss) before tax (5+6)	(3,278.68)	(43,082.58)	(20,513.14)	(106,045.39)
8 Tax Expense				
(a) Current Tax	-	-	-	-
(b) Deferred Tax	(519.92)	8,211.00	4,714.05	19,935.19
Total Tax expense	(519.92)	8,211.00	4,714.05	19,935.19
9 Net Profit after tax (7-8)	(2,758.76)	(34,871.58)	(15,799.09)	(86,110.20)
10 Minority Interest	(7.28)	(4.86)	(7.26)	(26.64)
11 Other Comprehensive income/(expense) net of taxes	-	-	-	-
12 Total Comprehensive Income as per Ind AS (9+11)	(2,751.48)	(34,866.72)	(15,791.83)	(86,083.56)
13 Total Profit/(Loss) for the year attributable to:				
-- Owners of the Company	(2,751.48)	(34,866.72)	(15,791.83)	(86,083.56)
-- Non controlling Interests	-	-	-	-
14 Other Comprehensive Income/(Loss)				
-- Owners of the Company	-	-	-	-
-- Non controlling Interests	-	-	-	-
15 Total Comprehensive Income/(Loss) for the year attributable to:				
-- Owners of the Company	(2,751.48)	(34,866.72)	(15,791.83)	(86,083.56)
-- Non controlling Interests	-	-	-	-
16 Paid-up equity share capital (Face value - Rs. 5 per equity share)				15,050.54
17 Other Equity excluding Revaluation Reserves				134,076.48
18 Earnings per share (of Rs. 5 each) (before extraordinary items) (not annualised)				
- Basic (Rs.)	(0.91)	(11.58)	(5.25)	(28.60)
- Diluted (Rs.)	(0.91)	(11.58)	(5.25)	(28.60)
19 Earnings per share (of Rs. 5 each) (after extraordinary items) (not annualised)				
- Basic (Rs.)	(0.91)	(11.58)	(5.25)	(28.60)
- Diluted (Rs.)	(0.91)	(11.58)	(5.25)	(28.60)



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Notes:

- 1 The above results have been reviewed and recommended by the Resolution Professional along with erstwhile Directors at their meeting held on 14th August 2019 along with the disclaimer from Resolution Professional.
- 2 The figures for the 4th quarter are the balancing figures between the year ended figures and the cumulative published figures of 3rd quarter of the respective financial years.
- 3 The company primarily engaged in the manufacturing and trading of steel and steel products business, which in the context of IND AS 108, is considered as a single segment in the above disclosures.
- 4 Figures of the previous quarters/year have been regrouped and reclassified wherever necessary.
- 5 The accumulated loss as on 30th June 2019 would have been increased from Rs.178277.86 lakhs to Rs.562,991.80 lakhs had the company provided for claims made by Banks/FIs and admitted by Resolution Professional. The dues to Banks/FIs as on 30.06.2019 as per company are Rs.2,42,938.72 lakhs, where as the actual claims made by Banks/FIs and admitted by Resolution Professional are Rs.627652.66 lakhs.
- 6 Punjab National Bank filed before NCLT, Hyderabad bench, Hyderabad, is admitted and the commencement of the Corporate Insolvency Resolution Process against the company is ordered which ordinarily shall get completed with in 180days, reckoning from the day this order is passed i.e 04-April-2019 (Posted in Website on 16th April 2019).
- 7 The above results will be placed on www.sujana.com

Place : Hyderabad
Date : 14 August 2019

For Splendid Metal Products Ltd

T.Sathisan
Resolution Professional

Reg No. IBB/PA-001/IB-P00105/2017-2018/10212





The Resolution Professional,
Splendid Metal Products Limited
18 Nagarjuna Hills,
Panjagutta,
Hyderabad – 500082.

1. We have reviewed the unaudited consolidated financial results of Splendid Metal Products Limited (the "Company"), its subsidiaries (the Parent and its subsidiaries hereinafter referred to as the "Group"), jointly controlled entities and associate companies for the quarter ended June 30, 2019 which are included in the accompanying 'Consolidated Statement of Profit and Loss for the quarter ended on 30th June 2019' (the "Statement"). The Statement is being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, which has been initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Resolution Profession / Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, 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 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. The Statement includes the results of the entities listed in Annexure A.
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 the other auditors referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended,





including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the interim financial statements / financial information / financial results of three subsidiaries included in the consolidated unaudited financial results, whose interim financial statements / financial information / financial results reflect total revenues of Rs. 1.10 lakhs, total net loss after tax of Rs. (14.90) lakhs and total comprehensive loss (net) of Rs. (2758.76) lakhs for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results, which also include their step down subsidiary. These interim financial statements / financial information / financial results have been reviewed by other auditors whose reports have been furnished to us by the other auditors / Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and step down subsidiary, is based solely on the reports of the Management.

7. Attention is also invited to the following:

- a) The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 6 forming part of the Statement regarding Interest on Working Capital Loans and Term Loans. The accumulated loss as on 30th June 2019 would have been increased from Rs.1,78,277.86 lakhs to Rs.5,62,991.80 lakhs had the company provided for claims made by Banks/FIs and admitted by Resolution Professional. The dues to Banks/FIs as on 30.06.2019 as per company is Rs. 2,42,938.72 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.6,27,652.66 lakhs.
- b) The Company's Trade Receivables aggregating to Rs. 410.67 Crores are more than three years old. The company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- c) The Company's Loans and Advances aggregating to Rs. 83.65 Crores are more than three years old and in respect of which the company has not provided for bad debts. We are unable to form an opinion on the extent to which the debts may be recoverable.
- d) The Company is not regular in payment of undisputed statutory dues towards ESI, TDS, Service Tax and Income Tax during the year ended 30th June 2019.
- e) The Company's Net Worth has been eroded on account of losses incurred continuously during the previous years, which is negative. The Current Liabilities of the Company exceeded the Current Assets as at 30th June 2019 by Rs.2010.75 Crores and the Company's ability to continue a going concern is in doubt.





T. RAGHAVENDRA & ASSOCIATES

Chartered Accountants

No. 22, Krishna Apartments, 5th Floor,
Tilak Road, Abids, Hyderabad - 500 001.
Phones : 2475 2031, 2475 2032

- f) A winding up petition filed by Standard Bank (Mauritius) Ltd., in the High Court of Telangana & Andhra Pradesh against the company for giving corporate guarantee for loan extended by the said bank to the step down subsidiary Optimix Enterprises Limited for Rs. 4,087.50 lakhs.
- g) Bank Statements were not available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.
- h) The GST Returns are yet to be reconciled for all the Branches and that of the Telangana State were not made available. We are unable to form an opinion on the veracity of the sales figures of the Company
8. The consolidated unaudited financial results includes the interim financial statements/ financial information/ financial results of three subsidiaries which have not been reviewed by their auditors, whose interim financial statements/ financial information/ financial results reflect total revenue of Rs. 1.10 lakhs, total net loss after tax of Rs. (14.90) lakhs and total comprehensive loss (net) of Rs. (2758.76) lakhs for the quarter ended June 30, 2019, as considered in the consolidated unaudited financial results, based on their interim financial statements/ financial information/ financial results which have not been reviewed/audited by their auditors. According to the information and explanations given to us by the Management, these interim financial statements / financial information / financial results are not material to the Group.
9. In the case of three subsidiaries, and one step down subsidiary, the interim financial statements/ financial information/ financial results for the quarter ended June 30, 2019 is not available. In absence of the aforementioned interim financial statements/ financial information/ financial results, the financial statements / financial information / financial results in respect of aforesaid subsidiaries,

Our conclusion on the Statement is not modified in respect of the matters set out in paragraphs 6, 7, 8 and 9 above.

Place: Hyderabad
Date: 14th August 2019

For T.Raghavendra & Associates
Chartered Accountants
FRN No. 003329S



T. Raghavendra
Proprietor
Mem. No. 023806

**T. RAGHAVENDRA & ASSOCIATES***Chartered Accountants**No. 22, Krishna Apartments, 5th Floor,
Tilak Road, Abids, Hyderabad - 500 001.
Phones : 2475 2031, 2475 2032*

Annexure-A

List of Entities Consolidated

Sl. No.	Name of the Company
A	Subsidiaries Direct
01.	Glade Steels Limited
02.	Alpha Ventures Limited
03.	Asian Tide
B	Subsidiaries Indirect
01.	Optimix Enterprises Limited





The Resolution Professional,
Splendid Metal Products Limited
18 Nagarjuna Hills,
Panjagutta,
Hyderabad – 500082.

Independent Auditor's Report on Standalone Statement of Profit and Loss

1. We have audited the standalone financial results of Splendid Metal Products Limited (the "Company") for the quarter ended June 30, 2019, (the "results") which are included in the accompanying Statement of 'Standalone Statement of Profit and Loss for the quarter ended on 30th June 2019', being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015").
2. The Company's Management is responsible for preparation of the results on the basis of its interim financial statements prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the results based on our audit of such interim financial statements.
3. We conducted our audit in accordance with the Standards on Auditing and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the 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.
- 4) Attention is also invited to the following:
 - a) The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 6 forming part of the Statement regarding Interest on Working Capital Loans and Term Loans. The accumulated loss as on 30th June 2019 would have been increased from Rs.1,78,277.86 lakhs to Rs.5,62,991.80 lakhs had the company provided for claims made by Banks/FIs and admitted by Resolution Professional. The dues to Banks/FIs as on 30.06.2019 as per company is Rs. 2,42,938.72 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.6,27,652.66 lakhs.





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- b) The Company's Trade Receivables aggregating to Rs. 410.67 Crores are more than three years old. The company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- c) The Company's Loans and Advances aggregating to Rs. 83.65 Crores are more than three years old and in respect of which the company has not provided for bad debts. We are unable to form an opinion on the extent to which the debts may be recoverable.
- d) The Company is not regular in payment of undisputed statutory dues towards ES, TDS, Service Tax and Income Tax during the year ended 30th June 2019.
- e) The Company's Net Worth has been eroded on account of losses incurred continuously during the previous years, which is negative. The Current Liabilities of the Company exceeded the Current Assets as at 30th June 2019 by Rs.2010.75 Crores and the Company's ability to continue a going concern is in doubt.
- f) A winding up petition filed by Standard Bank (Mauritius) Ltd., in the High Court of Telangana & Andhra Pradesh against the company for giving corporate guarantee for loan extended by the said bank to the step down subsidiary Optimix Enterprises Limited for Rs. 4,087.50 lakhs.
- g) Bank Statements were not available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.
- h) The GST Returns are yet to be reconciled for all the Branches and that of the Telangana State were not made available. We are unable to form an opinion on the veracity of the sales figures of the Company
- 5. In our opinion, and to the best of our information and according to the explanations given to us, the results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the net profit and other financial information for the quarter ended June 30, 2019.

Place: Hyderabad
Date: 14th August 2019

For T.Raghavendra & Associates
Chartered Accountants

FRN No. 003329S



T. Raghavendra
Proprietor
Mem. No. 023806