



National Steel & Agro Industries Ltd

8th November, 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: Submission of Unaudited Financial Results for the Quarter and Half year ended on 30th September, 2019.

Dear Sir/Madam,

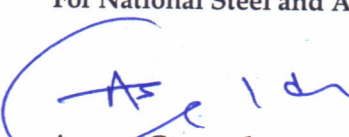
Pursuant to the provisions of Regulation 33 of SEBI (LODR) Regulations, 2015, please find enclosed Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2019 along with Limited Review Report.

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

Encl.: As above



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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National Steel & Agro Industries Ltd

Unaudited Financial Results for the quarter and half year ended 30th September, 2019

S. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
	(Refer Notes Below)	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	(a) Sales /Income from operations	28,081	34,608	28,828	62,689	75,183	106,909
	(b) Other operating income	15	11	180	26	377	1,263
	Total income from operations	28,096	34,619	29,008	62,715	75,560	108,172
	Other income	9	21	1,817	30	2,419	2,626
	Total Income	28,105	34,640	30,825	62,745	77,979	110,798
2	Expenses						
	(a) Cost of materials consumed	24,415	31,542	13,188	55,957	37,590	63,463
	(b) Purchases of stock-in-trade	-	-	14,858	-	32,029	32,074
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	728	(2,395)	(901)	(1,667)	1,362	4,915
	(d) Employee benefits expense	765	731	1,188	1,496	2,404	4,282
	(e) Finance costs	4,361	4,179	4,441	8,540	7,120	14,705
	(f) Depreciation and amortisation expense	1,217	1,214	1,214	2,431	2,454	4,890
	(g) Provision for Doubtful Debts	-	-	-	-	-	10,869
	(h) Bad Debts Written off	-	-	-	-	-	456
	(i) Other expenses	2,418	2,657	3,221	5,075	5,395	7,856
	Total Expenses	33,903	37,928	37,209	71,831	88,354	143,511
3	Profit / (Loss) from operations before exceptional items, extraordinary items and Tax (1-2)	(5,798)	(3,288)	(6,384)	(9,086)	(10,375)	(32,713)
4	Exceptional items	-	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before extraordinary items and tax (3 + 4)	(5,798)	(3,288)	(6,384)	(9,086)	(10,375)	(32,713)
6	Extraordinary items	-	-	-	-	-	-
7	Profit / (Loss) from ordinary activities before tax (5 +6)	(5,798)	(3,288)	(6,384)	(9,086)	(10,375)	(32,713)
8	Tax expense						
	a) Current tax (net of MAT Credit)	-	-	-	-	-	-
	b) Income tax paid for earlier years	-	-	-	-	-	(35)
	c) Deferred tax	-	-	-	-	-	(8,634)
	Sub total of 8 (a+b+c)	-	-	-	-	-	(8,669)
9	Net Profit / (Loss) for the period (7 -8)	(5,798)	(3,288)	(6,384)	(9,086)	(10,375)	(24,044)
10	Other Comprehensive Income / (Loss)						
	-Items that will not be reclassified to Profit & loss						
	Re-measurement gains/(loss) on defined benefit plans	13	13	44	26	88	53
11	Total Comprehensive Income / (Loss) (9+10)	(5,785)	(3,275)	(6,341)	(9,060)	(10,288)	(23,991)
12	Paid-up equity share capital (Face Value of the Share Rs. 10/- each)	4,450	4,450	4,450	4,450	4,450	4,450
13	Reserves	-	-	-	-	-	-
14	Earnings per equity share						
	(of Rs. 10 /- each) (not annualised):						
	(a) Basic	(13.03)	(7.39)	(14.35)	(20.42)	(23.32)	(54.03)
	(b) Diluted	(13.03)	(7.39)	(14.35)	(20.42)	(23.32)	(54.03)

[Signature]



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National Steel & Agro Industries Ltd

Segment wise Revenue, Results and Capital Employed

(Rs. in Lacs)

S. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue						
a)	Manufacturing (Including other operation income)	28,096	34,619	12,794	62,715	39,981	72,393
b)	Traded goods	-	-	16,214	-	35,579	35,779
	Total	28,096	34,619	29,008	62,715	75,560	108,172
	Less: Inter Segment Revenue						
	Sales/ Income From Operations	28,096	34,619	29,008	62,715	75,560	108,172
2	Segment Results						
	Profit/(Loss) before tax and interest from each segment						
a)	Manufacturing (Including other operation income)	(1,446)	870	(4,111)	(576)	(6,092)	(20,854)
b)	Traded goods	-	-	351	-	444	254
	Total	(1,446)	870	(3,760)	(576)	(5,648)	(20,600)
	Add: i) Other Income	9	21	1,817	30	2,419	2,626
	ii) Exceptional items	-	-	-	-	-	-
	Total	(1,438)	891	(1,943)	(547)	(3,229)	(17,974)
	Less: i) Interest	4,361	4,179	4,441	8,540	7,120	14,705
	ii) Other unallocable expenditure	-	-	-	-	26	34
	Total Profit before tax	(5,798)	(3,288)	(6,384)	(9,086)	(10,375)	(32,713)
3	Capital Employed						
	Segment Assets						
a)	Manufacturing (Including other operation income)	70,525	77,195	79,310	70,525	79,310	77,704
b)	Traded goods	8,384	9,003	21,413	8,384	21,413	9,019
c)	Unallocable	67	243	262	67	262	246
	Segment Liability						
a)	Manufacturing (Including other operation income)	82,428	85,187	89,315	82,428	89,315	79,708
b)	Traded goods	74,496	74,160	58,455	74,496	58,455	76,515
c)	Unallocable	249	298	438	249	438	242
	Capital Employed (Segment Assets - Segment Liabilities)						
a)	Manufacturing (Including other operation income)	(11,903)	(7,992)	(10,005)	(11,903)	(10,005)	(2,004)
b)	Traded goods	(66,112)	(65,157)	(37,042)	(66,112)	(37,042)	(67,495)
c)	Unallocable	(182)	(55)	(176)	(182)	(176)	4
	Total	(78,197)	(73,204)	(47,223)	(78,197)	(47,223)	(69,495)

[Signature]



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National Steel & Agro Industries Ltd

Statement of Assets and Liabilities as on 30th September, 2019

(Rs.in Lacs)

	Particulars	As at 30th Sep'2019	As at 31st March'2019
A	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	52,730	55,160
	(b) Intangible Assets	41	10
	(c) Financial Assets		
	(i) Other Financial Assets	448	421
	(d) Other Non-Current Assets	112	124
	(e) Income Tax Assets (Net)	230	199
	(f) Deferred Tax Assets	330	330
	Total Non-Current Assets	53,890	56,243
2	Current assets		
	(a) Inventories	7,559	7,758
	(b) Financial Assets		
	(i) Current Investments	67	94
	(ii) Trade Receivables	9,723	16,438
	(iii) Cash and Cash Equivalents	1,043	774
	(iv) Bank Balance Other than Cash and Cash Equivalents	94	27
	(v) Other Financial Assets	73	24
	(c) Other Current Assets	6,526	5,943
	Total Current Assets	25,085	31,056
	TOTAL ASSETS	78,975	87,299
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	4,450	4,450
	(b) Other Equity	-88,940	(79,880)
	Total Equity	-84,490	(75,430)
2	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Long Term Borrowings	5,501	5,501
	(ii) Other Financial Liabilities	705	677
	(b) Provisions	86	86
	Total Non-Current Liabilities	6,293	6,265
3	Current Liabilities		
	(a) Financial Liabilities		
	(i) Short Term Borrowings	112,713	111,059
	(ii) Trade Payables	18,260	26,713
	(iii) Other Financial Liabilities	33	34
	(b) Provisions	249	242
	(c) Other Current Liabilities	25,918	18,417
	Total Current Liabilities	157,173	156,465
	TOTAL EQUITY AND LIABILITIES	78,975	87,299



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National Steel & Agro Industries Ltd

NOTES:

- 1 The above results which have been subjected to limited review by Statutory Auditors of the Company are reviewed by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on 8th November' 2019. The cash flow statement for the half year ended September'30 ,2018 has not been subjected to review since the requirement of submission of cash flow statement has become mandatory only from April'2019.
- 2 As on 30th September, 2019. The company's net worth is fully eroded and stands at Rs. (-)844.90 Crores and it's current liability exceeded it's current assets by Rs. 1320.87 Crores. Also, the company has incurred a net loss of Rs. 90.59 Crores for the period ended on 30th September, 2019. The EBIDTA for the period is of Rs 18.84 crore against the EBIDTA of Rs (-) 8.01 crore of the corresponding half year ended on 30th September '2018 .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 amounting to Rs. 1249.59 Crores (inclusive of interest & net of payment) as on 30th September'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 to 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 operational creditors and one Bank has filed application/ petition before the NCLT/NCLAT under The Insolvency and Bankruptcy Code against which the Company has adopted appropriate legal course of action. However no case has been admitted by the Bench so far.
- 6 The Guidance Note on Measurement of Income Tax Expenses for Interim Financial 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 Assets & Liabilities of Transmission Line Division were earlier merged in to Trading segment which has been now re-classified to Manufacturing Segment.
- 8 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: 8th November'19

Place: Indore



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National Steel and Agro Industries Limited Cash Flow Statement For The Period Ended 30th September'2019

		Half Year ended 30.09.2019	Half Year ended 30.09.2018
A.	Cash Flow operating activities :		
a)	Net profit/ loss before Tax & Extra ordinary item	(9,086)	(10,375)
	Adjustment for:	-	-
	Depreciation	2,431	2,454
	Interest Expenses	8,540	7,120
	Fair Value (gain) /loss on Investment	27	29
	Remeasurment of gain/(loss) on actuarial	26	88
	Interest & Dividend Income	(15)	(352)
	Loss/ (Profit) on Sale of Property, Plant and Equipment	(0)	9
b)	Operating Profit before Working Capital Changes	1,922	(1,028)
	Adjustment for;	-	-
	Trade and other Receivable	(946)	13,782
	Inventories	199	19,273
	Increase/(Decrease) in Trade Payable and other payable	(514)	(35,237)
c)	Cash Generated from Operations	660	(2,183)
	Income Tax Paid (Net)	(31)	-
d)	Cash flow before Extra ordinary item	629	-
	Extra ordinary item	-	-
	Net Cash flow from Operating Activities (A)	629	(3,211)
B.	Cash flow from Investing Activities :	-	-
	Interest/Dividend received	15	352
	Purchase of Fixed Assets including Capital Work-in-Progress	(32)	(8)
	Sale of fixed assets	1	11
	Net Cash Flow Used in Investing Activities (B)	(17)	355
C.	Cash flow from Financing Activities :	-	-
	Proceeds from long term Borrowings	-	-
	Repayment of long term Borrowings	-	(155)
	Net proceeds from other Borrowings	-	-
	Liability for capital goods	-	(40)
	Provision for dividend (Interim)	-	-
	Interest paid	(276)	(5,132)
	Net Cash Flow Used in Financing Activities (C)	(276)	(5,327)
D.	Net increase/ (decrease) in Cash and Cash Equivalent (A+B+C)	336	(8,183)
	Cash and Cash Equivalent at beginning of the year	(801)	(10,051)
	Cash and Cash Equivalent at end of the year	1,137	1,868



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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

Independent Auditor's Review Report on the Quarterly Unaudited and Year-to-date Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, read with SEBI Circular No. CIRJCFD/CMD1/44/2019 dated March 29, 2019

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

1. We have reviewed the accompanying statement of unaudited standalone financial results of M/s National Steel & Agro Industries Limited ("the Company") for the quarter and half year ended 30th September, 2019 ("the Statement"). The Statement has been prepared by the Company's Management pursuant to requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015, as amended ("the listing regulations"). This Statement is responsibility of the Company's management and has been approved by the Board of Directors including cash flow statement for the corresponding period ended on September 30, 2018 which has not been reviewed by us as the presentation of same has become mandatory from April 01, 2019 only. Our responsibility is to issue a report on this financial statements based on our review.
2. We conducted our review in accordance with 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to 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.
3. 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 applicable Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting practise and principles generally accepted in India, has not disclosed the



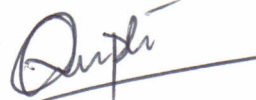
information required to be disclosed in terms of the listing regulations, including the manner in which it is to be disclosed or that it contains any material misstatement.

Emphasis of Matter

- (a) We draw attention to the 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 31st March, 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 revoked Bank Guarantees) amounting to Rs.1207.29 crores which has been classified as Non-Performing Assets (NPA) by the banks. Some of the banks - Secured lenders has issued demand notices 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 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 of action.

Date: 08.11.2019
Place of Signature: Indore

For Fadnis & Gupte
Chartered Accountants
FRN 006600C


(CA. Vikram Gupte)
Partner
M No. 074814

