

Registered Office: GIDC Industrial Estate, Kalol-389 330, Dist. Panchmahals, Gujarat

CIN: L27104GJ1972PLC002153, Phone No:02676-230777, Fax No:02676-230889

E-mail: shares@panchmahalsteel.co.in, Website: www.panchmahalsteel.co.in

### UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2019

(Rs. in lakhs)							
Sr. No.	Particulars	Quarter ended			Six Months 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	Revenue from Operations	8,291.19	10,601.39	10,874.84	18,892.57	21,559.74	44,845.27
2	Other Income	102.06	163.10	112.40	265.17	236.63	679.29
3	<b>Total Revenue (1+2)</b>	<b>8,393.25</b>	<b>10764.49</b>	<b>10987.24</b>	<b>19157.74</b>	<b>21796.37</b>	<b>45524.56</b>
4	<b>Expenses:</b>						
	a. Cost of Materials Consumed	6,319.62	5,729.31	8,735.62	12,048.93	13,841.14	30,518.58
	b. Change in Inventories of Finished Goods	(1,024.40)	2,016.04	(1,710.34)	991.64	610.66	416.24
	c. Employee Benefits Expense	433.39	450.39	464.09	883.78	909.94	1,880.50
	d. Finance Costs	383.48	345.03	346.80	728.52	664.84	1,361.79
	e. Depreciation & Amortisation Expense	192.41	187.37	200.80	379.78	400.54	763.57
	f. Power & Fuel	1,236.31	1,127.51	1,348.99	2,363.83	2,374.37	5,111.71
	g. Other Expenses	1,040.43	989.26	1,480.73	2,029.69	2,680.92	5,092.20
	<b>Total Expenses</b>	<b>8,581.24</b>	<b>10,844.92</b>	<b>10,866.69</b>	<b>19,426.16</b>	<b>21,482.41</b>	<b>45,144.60</b>
5	<b>Profit / (Loss) before Exceptional Items &amp; Tax (3 - 4)</b>	<b>(188.00)</b>	<b>(80.43)</b>	<b>120.55</b>	<b>(268.43)</b>	<b>313.96</b>	<b>379.96</b>
6	Exceptional Items	-	-	-	-	-	-
7	<b>Profit / (Loss) before Tax (5 - 6)</b>	<b>(188.00)</b>	<b>(80.43)</b>	<b>120.55</b>	<b>(268.43)</b>	<b>313.96</b>	<b>379.96</b>
8	Tax Expense :						
	a. Provision for Current Tax	-	-	24.81	-	64.63	78.22
	b. Taxes for earlier Years	-	-	-	-	-	-
	c. Deferred Tax	(89.51)	(26.73)	15.55	(116.24)	29.36	45.89
9	<b>Profit / (Loss) for the period (7 - 8)</b>	<b>(98.49)</b>	<b>(53.70)</b>	<b>80.19</b>	<b>(152.19)</b>	<b>219.97</b>	<b>255.85</b>
10	<b>Other Comprehensive Income</b>						
	a. Items that will not be reclassified to profit or loss	4.32	-	-	4.32	-	-
	b. Income Tax effect on above	(1.44)	-	-	(1.44)	-	-
	c. Items that will be reclassified to profit or loss	-	-	-	-	-	-
	d. Income Tax effect on above	-	-	-	-	-	-
	Other Comprehensive Income for the year, net of taxes	2.88	0.00	0.00	2.88	0.00	0.00
11	<b>Total Comprehensive Income for the period (9 + 10)</b>	<b>(95.61)</b>	<b>(53.70)</b>	<b>80.19</b>	<b>(149.31)</b>	<b>219.97</b>	<b>255.85</b>
12	Paid-up Equity Share Capital ( Face value per share Rs.10/-)	1,908.31	1,908.31	1,908.31	1,908.31	1,908.31	1,908.31
13	Other Equity (excluding Revaluation Reserve as per Audited Balance Sheet of previous accounting year)	-	-	-	-	-	10,442.10
14	Earning per Share (of Rs.10/- each) - not annualised						
	a. Basic	(0.52)	(0.28)	0.42	(0.80)	1.15	1.34
	b. Diluted	(0.52)	(0.28)	0.42	(0.80)	1.15	1.34

By order of the Board



**Ashok Malhotra**  
Chairman & Managing Director

DIN - 00120198

Place : Vadodara

Date : 13.11.2019



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STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2019		Amt. (Rs. in lakhs)	
	Particulars	As at 30.09.2019 Unaudited	As at 31.03.2019 Audited
I.	<b>ASSETS</b>		
	(1) <b>Non-Current Assets</b>		
	(a) Property, Plant and Equipments	8,648.77	8,957.12
	(b) Capital work-in-progress	2.60	14.20
	(c) Financial Assets		
	i) Investment	0.02	0.02
	ii) Other Financial Assets	1.41	1.41
	(d) Other Non-Current Assets	15.67	12.60
	(e) Deferred Tax Assets (Net)	1,816.91	1,702.12
	<b>Total Non-Current Assets</b>	<b>10,485.38</b>	<b>10,687.47</b>
	(2) <b>Current Assets</b>		
	(a) Inventories	13,819.76	13,163.04
	(b) Financial Assets		
	(i) Trade Receivables	3,226.74	2,727.01
	(ii) Cash and Cash Equivalents	8.77	2.14
	(iii) Bank Balance Other than (ii) above	693.12	661.84
	(iv) Loans and Advances	0.68	2.02
	(c) Current Tax Assets (Net)	270.86	251.28
	(d) Other Current Assets	750.45	713.88
	<b>Total Current Assets</b>	<b>18,770.38</b>	<b>17,521.21</b>
	<b>TOTAL ASSETS :</b>	<b>29,255.76</b>	<b>28,208.68</b>
II.	<b>EQUITY &amp; LIABILITIES</b>		
	(1) <b>Equity</b>		
	(a) Equity Share Capital	1,908.31	1,908.31
	(b) Other Equity	10,292.79	10,442.10
	<b>Total Equity</b>	<b>12,201.10</b>	<b>12,350.41</b>
	(2) <b>Non-Current Liabilities</b>		
	(a) Financial Liabilities - Borrowings	855.00	855.00
	(b) Provisions	40.01	34.60
	<b>Total Non-Current Liabilities</b>	<b>895.01</b>	<b>889.60</b>
	(3) <b>Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	6,132.63	6,067.53
	(ii) Trade Payables		
	a) Due to Micro and Small Enterprises	126.27	73.81
	b) Due to Others	9,282.19	8,118.34
	(iii) Other Financial Liabilities	23.95	35.98
	(b) Other Current Liabilities	537.84	618.24
	(c) Provisions	56.77	54.77
	<b>Total Current Liabilities</b>	<b>16,159.65</b>	<b>14,968.67</b>
	<b>TOTAL LIABILITIES :</b>	<b>17,054.66</b>	<b>15,858.27</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>29,255.76</b>	<b>28,208.68</b>

**Notes:**

- The results have been duly reviewed by Statutory Auditors, recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 13th November, 2019.
- The Company is engaged in the business of manufacturing of Stainless Steel Long Products, which, in the context of Ind AS - 108 on Segment Reporting, constitute constitutes a single reportable segment.
- The figures of previous year/period have been recast and regrouped wherever necessary.
- The Company has adopted Ind AS - 116 "Leases" w.e.f. 1st April, 2019. The adoption of said standard did not have any material impact on the financial results of the Company.



By order of the Board

**Ashok Malhotra**  
Chairman & Managing Director  
DIN - 00120198

Place : Vadodara  
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**CASH FLOW STATEMENT FOR THE HALF YEAR ENDED ON 30TH SEPTEMBER, 2019**

(Rs. in lakhs)

Particulars	Period Ended 30.09.2019	Year Ended 31.03.2019
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) for the period :	(268.43)	379.96
Adjustments for :		
Items not classified as income in P&L account	4.32	-
Depreciation and Amortization Expenses	379.78	763.57
Finance Cost	728.52	1,361.79
Loss/(Profit) on sale/disposal of Property, Plant and Equipment	(76.53)	-
Interest Income	(24.19)	(94.80)
<b>Operating Profit before Working Capital Changes :</b>	<b>743.48</b>	<b>2,410.53</b>
<b>Adjustments for (Increase) / Decrease in Operating Assets :</b>		
Inventories	(656.72)	(245.44)
Trade Receivables	(499.73)	976.97
Loans and Advances	1.34	(1.31)
Other Current Assets	(68.91)	432.12
Other Non Current Assets	(3.07)	(82.80)
<b>Adjustments for Increase / (Decrease) in Operating Liabilities :</b>		
Trade Payables	1,216.30	(1,651.64)
Other Financial Liabilities	(6.86)	(31.67)
Other Current Liabilities	(80.40)	(336.02)
Current Provisions	2.01	(45.74)
Non-Current Provisions	5.41	(4.68)
<b>Cash generated from Operations</b>	<b>652.86</b>	<b>1,420.30</b>
Direct Taxes (Payment) / Refund	-	15.17
<b>Net Cash from Operating Activities</b> ...A	<b>652.86</b>	<b>1,435.48</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property, Plant and Equipment	(69.46)	(94.52)
Sale / disposal of Property, Plant and Equipment	86.14	1.39
Interest Received	36.94	93.45
<b>Net Cash (used in) / from Investing Activities</b> ...B	<b>53.62</b>	<b>0.33</b>
<b>C. Cash Flow from Financing Activities</b>		
Net Increase / (Decrease) in Current Borrowings	65.10	(76.48)
Finance Cost	(733.68)	(1,364.62)
Dividend Paid		(2.38)
<b>Net Cash (used in)/ from Financing Activities</b> ...C	<b>(668.58)</b>	<b>(1,443.48)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash equivalents</b> (A+B+C)	<b>37.90</b>	<b>(7.67)</b>
<b>Cash and Cash equivalents at the beginning of the year :</b>		
Cash on Hand	1.17	1.46
Balance with Banks in Current, Margin and Deposit Accounts	662.81	670.19
	<b>663.98</b>	<b>671.65</b>
<b>Cash and Cash equivalents at the closing of the period :</b>		
Cash on Hand	1.65	1.17
Balance with Banks in Current, Margin and Deposit Accounts	700.23	662.81
	<b>701.88</b>	<b>663.98</b>

**Notes :**

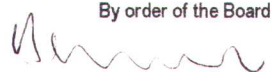
- The Statement of cashflow is prepared in accordance with the format prescribed as per Ind AS -7.
- In Part-A of the Cash Flow Statement, figures in brackets indicate deductions made from the Net Profit for deriving the net cash flow from operating activities. In Part-B and Part-C, figures in brackets indicate cash outflows.



Place : Vadodara  
Date : 13.11.2019



By order of the Board



Ashok Malhotra  
Chairman & Managing Director  
DIN - 00120198

**LIMITED REVIEW REPORT****TO THE BOARD OF DIRECTORS OF  
PANCHMAHAL STEEL LIMITED**

1. We have reviewed the accompanying statement of unaudited financial results of **Panchmahal Steel Limited** ("the Company"), for the quarter ended 30<sup>th</sup> September, 2019 and the year to date results for the period from 1<sup>st</sup> April, 2019 to 30<sup>th</sup> September, 2019 ("The Statement").
2. This statement, which is the responsibility of the Company's Management and approved by the Board of 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 and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Our responsibility is to issue a report on these financial statements 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 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 provides less assurance than an audit. We have not performed an audit and 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 of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For CNK & Associates, LLP**

Chartered Accountants

Firm Registration No: - 101961W/W-100036

**Preen Shah**

Partner

Membership No: - 125011

Date: 13<sup>th</sup> November, 2019

Place: Vadodara

UDIN: 19125011AAAAFL8688

