CIN: L27106MH1991PLC061595

~ Prak~sh Steelage Ltd.
Manufacturer & Exporters of Stainless Steel Welded, Pipes, Tubes & U-Tubes
An ISO 9001-4008, ISO 14001-2004, OHSAS 18001-2007, PED Certified Company

To,
The Manager,
BSE Limited, .
Dept. of Corporate Services,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Dear Sir/ Madam,

To,
The Manager,
National Stock Exchange of India Limited, Corporate Communication Department,
Exchange Plaza, Bandra - Kurla Complex,
Bandra (E), Mumbai- 400 051.

Scrip Code: 533239; Symbol: PRAKASHSTL

February 13, 2020

Sub.: Outcome of the Board Meeting of Prakash Steelage Limited ("the Company") held today i.e. Thursday, February 13, 2020.

Ref.: 1. Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015;

2. Notice of the Board Meeting of the Company dated February 6, 2020

Please be informed that the Board of Directors of the Company (BM04/2019-20) at its meeting held today i.e. Thursday, February 13, 2020, at the registered office of the Company, has inter alia considered and approved the Un-audited Financial Results (Standalone) of the Company along with the Limited Review Report issued by the Statutory Auditors of the Company, for the quarter and nine months ended December 31, 2019.

The meeting commenced at 12.00 'Noon and concluded at 3: 30 p.m.

The above information is also hosted on the website of the Company. (www.prakashsteelage.com)

Kindly take the same on your record.

Thanking You,

Yours faithfully,
For Prakash Steelage

emant P. Kanugo
.(DIN: 00309894)
Executive Director

Address: 101, 1st Floor, Shatrunjay Apartment,
28, Sindhi Lane, Nanubhai Desai Road, Mumbai - 400 004

Encl.: 1. Un-audited Financial Results (Standalone) of the Company along with the Limited Review Report
'· ' · issued by the Statutory Auditors of the Company, for the quarter and nine months ended December 31, 2019.

Page 1of3

Registered Office :.
101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai - 400 004. (India)
Tel.: +91-22-66134500, Fax: +91-22-66134599, Email: marketing@prakashsteelage.com, Web: w.ww.prakashsteelage.com

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CHARTERED ACCOUNTANTS

Independent Auditor's Review Report on interim financial Results of Prakash Steelage Limited for the quarter ended 31st "December, 2019 pursuant to the Regulation 33 of the SEBI [Listing Obligation and Disclosure Requirements] Regulations, 2015

The Board of Director's
Prakash Steelage Limited, .
101, Shatrunjay Apartment,
1st Floor, 28, Sindhi Lane,
Nanubhai Desai Road,
Mumbai-400004

We have reviewed the unaudited financial results of Prakash Steelage Limited (the "Company") for the quarter and nine month ended 31st December, 2019 which are included in the accompanying 'Un-audited Financial Results for the Quarter and nine month ended 31st December, 2019, The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the flListing Regulations, 2015"),

1. We conducted our review of the statement 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 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.

2. A review is limited primarily to inquiries of company personnel and an analytical
procedure 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.

Contd 2

Mumbai Office: Corporate Office : Surat Office : Delhi Office : Contact:
#3, 13th Floor, Trade Link, Pipara f.orporate House, D-612, International G-36, One Internet, T: 91 22 24 928899 'E" Wmg, ~ Block Kamala Mills Near Gruh Finance, Trade C e n tr e,, Connaught Place, F: 917940 370376 Senapati Ba pat Marg, Netaji Marg, Law Garden, Majura Gate New Delhi-110001. E : madrecha@pipara.com
Lower Pare I, Ahmedabad-380006. Surat - 395 003 India. E: naman@pipara.com
Mumbai - 400013 India. Gujarat India. Gujarat, India. www.pipara.com

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3. Based on our review conducted as above, nothing has come to our attention except those mentioned below that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw ~ttention to,

a. The Company has accumulated losses resulting in erosion of Net worth and
has incurred net cash losses in the previous Financial Years. These conditions
cast serious doubt about the company's ability to continue as a going concern. However, the statement of unaudited financial results of the Company has
been prepared on a going concern· basis. (Refer note no. -4)

b. The account of the company with its Consortium Banks has turned Non Performing Asset on various dates in the previous Financial Years. In view of uncertainty, the company has not provided interest including penal interest and other dues for the quarter ended December, 2019 on its borrowings, to the extent the same have remained unpaid. The impact of the same on the loss for the year and its consequent effect on the Liabilities and Reserve and Surplus is not ascertainable. (Refer note no. - 5)

c. Note no. 6 of statement of the unaudited financial results stating that the company has submitted is proposal to the consortium banks towards settlement of its borrowing through the Assets Reconstruction Company (ARC) route/ OTS. This proposal is under the active consideration by the consortium banks. Meanwhile the bankers have taken symbolic possession of the collaterals of the company comprising of the factory land, factory building, office building and Plant and Machinery located at Silvasa.

d. Note no. 7 of statement of unaudited financial results stating that during the quarter ended 31st December, 2019, Company has made provision for doubtful debts of amounting to Rs. 2,91,81,532. The company is planning to initiate legal actions to recover the said debts.

Our conclusion is not modified in respect of these matters.

Mumbai
13th February, 20 ~8

For Pipara & Company LLP
FRN: 107929W W100219

Bhawik Madrecha
Partner
M.No: 163412
UDIN: 20163412AAAAAE5267

PRAKASH STEELAGE LIMITED
CIN: L27106MH1991PLC061595 Tel. No. : 022 66134500, Fax No.: 022 66134599
Registered Office : 101, Shatrunjay Apartment, 1st Floor, 28, Sindhi Lane, Nanubhai Desai Road, Mumbai-400 004
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2019
(Amount in Lakhs)
Quarter Ended Nine Months Ended Year Ended
Particulars 31.12.2019 30.09.2019 31.12.2018 31.12.2019 31.12.2018 31.03.2019 (Unaudited) (Unaudited) (Unaudited) (Unaudited) (Unaudited) (Audited)
Income
a) Revenue from Operations 906.74 889.16 1,383.27 2,442.65 3,347.90 4,299.36
b) Other Income 24.55 (7.24) 0.68 30.24 4.16 2,230.72
Total Income 931.29 881.92 1,383.95 2,472.89 3,352.06 6,530.08
2 Expenses
a) Cost or materials consumed 404.61 512.93 719.97 1,419.49 1,876.70 2,570.29
b) Purchase of traded goods 43.48 19.61 63.10 0.40
c) Change in inventories of finished goods,
work in progress and stock in trade (12.68) 42.52 8.14 (63.14) 61.77 132.06
d) Employee b nefits expense 54.92 49.98 51.47 153.71 156.55 205.20
el Finance Costs 2.44 1.13 0.67 4.01 2.47 3.09
I) Depreciation and Amortizat10n 51.16 53.73 59.21 158.19 179.35 236.34
g) Consumption or Stores and Spares 26.05 35.94 25.80 90 82 104.02 131.95
h) Other expenditure 106.85 142.44 304.18 348.06 799.03 985.09
Total Expenses 676.84 858.28 1,169.43 2,174.23 3,179.89 4,264.41
3 Profit/(Loss) before Exceptional Items (1-2) 254.45 23.64 214.51 298.66 172.17 2,265.67
4 Exceptional Item [291.82) [291.82) [886 00)
5 Profit/(Loss) from Ordinary Activities before -37.36 23.64 214.51 6.85 172.17 1,379.67 Tax (3+4)
6 Tax Expense
Current Tax
Deferred Tax 5.39
Income Tax for earlier years (66.02) (66.02)
(66.02) (66.02) 5.39
7 Net Profit/(Loss) from Ordinary Activities 28.65 23.64 214.51 72.86 172.17 1,374.28 after Tax (5-6)
8 Other Comprehensive Income
(i) Items that will not be reclassified to profit or (1.56) (1.56) (3.03) (4.67) (9.09) (6.22) loss (net of tax)
9 Total Comprehensive Income (7+8) 27.10 22.08 211.48 68.20 163.08 1,368.06
10 Paid-up Equity Share Capital 1,750.00 1,750.00 1,750.00 1,750.00 1,750.00 1,750.00
(Face value of Re. I/-per share)
11 Other equity (excluding revaluation reserve) (28,559.51)
12 Reserves Excluding Rr,valuation Reserves
13 Basic nnd Diluted Earning per Share (ls.) 0 02 0.01 0.12 0.04 0.10 0.79
Notes:
The Statement or financial 1·esult has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed
under section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and the recognised accounting
practices and policies to the extent applicable.
2 The above statement of financial results has been 1·eviewed by the Audit Committee and approved by the Board of Directors at its
meeting held on 13th February,2020. They have been subjected to Limited Review by the statutory auditors.
3 The company has identified Manufacturing of Stainless Steel Tubes & Pipes business as its primary reportable segment in
nccordance with the requirement of Ind AS 108, "Operating Segment". Accordingly, no Separate segment information has been
provided.
4 Even though the net worth of the Company has eroded for past few years, The accounts have been prepared on going concern
basis as the steel industry is on the revival path. The Company is in the process of coming out of the crisis through business
restructuring and financial arrangement.
5 The loan account of the Company with its consortium banks has become Non Performing Assets (NPAs). Company is not
generating revenue to service the loans. Hence in view of uncertainty the Company has not provided interest including penal
interest and other clues for the period on borrowings. to the extent the same have remained unpaid.
6 Tlw company has submitted its p1·oposnl to the consortium banks townrcls settlement of its borrowing through the Assets
l~econstrnction Company (ARC) route/OTS. This proposal is under active considerntion by the consortium banks. Meanwhile the
bnnkers have taken symbolic possession oft he collnternls of the compnny comp1·ising of fnctory lnnd, factory building, office
building and plant & machinery localed nt Silv<1ssa.
7 The company has incurred foreign exchange loss of Rs. 17.52 Lakhs in quarter ended December, 2019 and foreign exchange loss of Rs.
39.32 Lakhs in quarter ended September, 2019; as a consequence the half yearly "other income" is showing negative amount
8 Income Tax including deferred tax will be determined and provided for at the encl of the financial year.
9 Previous period's figures have been reclassified, wherever necessary, to correspond with those of the current period.
Place : Mumbai
Date : 13.02.2020
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