



ADHUNIK METALIKS LIMITED

Corporate Office : "LANSDOWNE TOWERS", 2/1A, SARAT BOSE ROAD, KOLKATA - 700 020
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AML/SE/320
February 14, 2019

Listing Department BSE Limited Phiroz Jeejeebhoy Towers Dalal Street Mumbai – 400 001 Scrip Code: 532727	Listing Department National Stock Exchange of India Ltd Exchange Plaza Bandra Kurla Complex, Bandra (East) Mumbai – 400 051 Scrip Code: ADHUNIK
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Dear Sirs,

Sub: Outcome of meeting of the Monitoring Committee

In terms of Regulation 30 and 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and in continuation to our letter No. AML/SE/319 dated February 11, 2019 this is to inform you that meeting of the Monitoring Committee held today, 14th February, 2019 inter-alia discussed and approved the Unaudited Standalone Financial Results of the Company for the quarter ended 31st December, 2018, a copy whereof is enclosed herewith for your reference and perusal.

The meeting was commenced at 3.00 P.M. and concluded at 5:15 P.M.

Thanking you,

Yours faithfully,
For ADHUNIK METALIKS LIMITED

Ashish Chhawchharia
Member of the Monitoring Committee

Encl: As above



Limited Review Report - Standalone Financial Results

To
The Monitoring Committee of
Adhunik Metaliks Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Adhunik Metaliks Limited (the "Company") for the quarter ended December 31, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement 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 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Monitoring Committee in discharging the powers of the Board of Directors which have been conferred upon it in terms of the applicable provisions of the Resolution Plan approved by the Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT) on 17th July 2018. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 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. **Basis of Qualified Conclusion**
We draw attention on following matters:
 - a) *The Company has not provided us with the bank statement/confirmations/schedules for the period under review in respect of 92 of its bank accounts. As per information and explanation given by the Company, debit-freeze instructions for the bank accounts issued by the Resolution Professional to the respective banks and till date those bank accounts were non-operational. In the absence of the statements/confirmations/schedules, we are unable to ascertain if there were any transactions during this period.*
 - b) *The Company has not conducted physical verification of inventory during the period under review, hence we cannot comment on the valuation, physical existence of the inventories lying at plant location as at December 31, 2018.*
 - c) *The Company has defaulted in transferring the unpaid dividend amount Rs.2.46 Lakhs, to the Investor Education and Protection Fund relating to dividend declared for FY 2010-11.*
5. **Emphasis of Matter**
Attention is drawn to following:
 - a) Note no. 4 of the accompanying results, stating thereto the matter of the Company incurring losses continuously and consequently the net-worth being eroded completely, the current liabilities exceeding the current assets, due compliance of CDR package not being met with and 'Strategic Debt Restructuring' (SDR) also having not been implemented. Consequent thereto, on July 11, 2017 State Bank of India, in its capacity as financial creditor had filed a petition under Insolvency and Bankruptcy Code, 2016 (IBC) with Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT). On 3rd August 2017, the NCLT vide its order of even date, has admitted the Corporate Insolvency Resolution Process



(CIRP) in respect of the Company. The NCLT had by its order dated 17th July 2018 approved the Resolution Plan submitted by Liberty House Group Pte Ltd ("Resolution Applicant"). The Resolution Plan

is to be implemented and decision is sought from Adjudication Authority (NCLT/NCLAT) with

[REDACTED]

Adhunik Metaliks Limited
Regd. Office : Chadrihariharpur, P.O. Kuarmunda, Sundargarh, Odisha-770039
CIN: L28110OR2001PLC017271

(₹ in Lacs)

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2018

	Particulars	Quarter Ended			Nine Monthly		Year Ended
		31st Dec 2018 (Unaudited)	30th Sep 2018 (Unaudited)	31st Dec 2017 (Unaudited)	31st Dec 2018 (Unaudited)	31st Dec 2017 (Unaudited)	31st Mar 2018 (Audited)
1	Revenue from operations						
	a) Gross sales / income from operations	-	570.09	15,450.65	8,148.94	55,835.70	72,911.47
	b) Other Operating Income	-	-	490.53	107.22	693.69	1,130.69
	Total revenue from operations	-	570.09	15,941.18	8,256.16	56,529.39	74,042.16
	Other Income	44.26	17.51	274.43	208.35	735.03	980.59
	Total Income	44.26	587.60	16,215.61	8,464.51	57,264.42	75,022.75
2	Expenses						
	a) Cost of materials consumed/sold	-	484.08	11,007.38	4,476.77	40,095.84	52,489.05
	b) Purchase of stock-in-trade	-	-	-	-	58.67	58.67
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	71.17	2,219.37	1,298.13	5,768.49	9,019.36
	d) Employee benefits expense	682.78	686.16	1,083.93	2,292.89	3,329.16	4,176.50
	e) Finance Costs	8,699.30	8,468.46	7,978.68	25,244.41	22,967.28	30,941.22
	f) Depreciation and amortisation expense	2,600.38	2,601.64	2,612.43	7,775.72	7,865.76	10,411.08
	g) Excise Duty on Sales	-	-	-	-	2,004.47	2,004.47
	h) Other Expenses	569.08	558.12	3,698.76	4,128.40	15,550.61	19,851.38
	Total Expenses	12,551.54	12,869.63	28,600.55	45,216.32	97,640.28	128,951.73
3	Profit / (Loss) before exceptional items (1-2)	(12,507.28)	(12,282.03)	(12,384.94)	(36,751.81)	(40,375.86)	(53,928.98)
4	Exceptional Items net (Note 5)	-	12,744.43	-	12,744.43	29,741.63	36,051.23
5	Profit / (Loss) before tax (3-4)	(12,507.28)	(25,026.46)	(12,384.94)	(49,496.24)	(70,117.49)	(89,980.21)
6	Tax Expenses :						
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax Charge/ (Credit)	-	-	-	-	-	-
	c) Income Tax Related to earlier years (MAT Credit Reversal)	-	-	-	-	534.86	534.86
7	Net Profit / (Loss) after tax (5-6)	(12,507.28)	(25,026.46)	(12,384.94)	(49,496.24)	(70,652.35)	(90,515.07)
8	Other comprehensive income (net of taxes)	24.49	24.49	(38.29)	73.47	(114.92)	158.83
9	Total comprehensive income after tax (7+8)	(12,482.79)	(25,001.97)	(12,423.23)	(49,422.77)	(70,767.27)	(90,356.24)
10	Paid up Equity Share Capital (Face Value ₹10 per share)	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95	12,349.95
11	Other Equity excluding Revaluation reserves	-	-	-	-	-	(202,044.87)
12	Earning per share :						
	-Basic (not annualised) (in ₹)	(10.13)	(20.26)	(10.03)	(40.08)	(57.21)	(73.29)
	-Diluted (not annualised) (in ₹)	(10.13)	(20.26)	(10.03)	(40.08)	(57.21)	(73.29)

2) The financial results of the Company for the quarter ended 31st December 2018 has been approved and signed by the Monitoring Committee only to the limited extent of discharging the powers of the Board of Directors which have been conferred upon it in terms of the applicable provisions of the Resolution Plan approved by the Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT) on 17th July 2018. The aforesaid financial results for the said quarter under Corporate Insolvency Resolution Period (CIRP) were reviewed by the statutory auditors.

3) The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108- Operating Segment.



- 4) Due to SDR having not been implemented, the State Bank of India, in its capacity as financial creditor had filed a petition under the Insolvency and Bankruptcy Code, 2016 (IBC) with The Hon'ble National Company Law Tribunal, Kolkata Bench (NCLT). On 3rd August 2017, the NCLT vide its order of even date, has admitted the Corporate Insolvency Resolution Process (CIRP) in respect of the Company. The NCLT had by its order dated 17th July 2018 approved the Resolution Plan submitted by Liberty House Group Pte Ltd ("Resolution Applicant"). The Resolution Plan is pending to be implemented and decision is awaited from Adjudicating Authority (NCLT / NCLAT) w.r.t. next steps. Further as per the Resolution Plan, the Monitoring Committee, consisting of representatives of banks and Resolution Applicant, has been constituted for supervising the operation of the Company and monitoring the implementation of the Resolution Plan. Pending implementation of resolution plan, the financial statements of the Company have been prepared on a going concern basis and no impairment loss on property, plant and equipment have been recognized.
- 5) a) During the quarter ended 30th September 2018, the Company has provided for impairment loss on investment amounting to ₹ 922.44 lacs which has been shown under the head exceptional item.
b) During the quarter ended 30th September 2018, the Company has made provision on doubtful advances/debts amounting to ₹ 11,821.99 lacs which has been shown under the head exceptional item.
- 6) Advances, Trade Payable and Trade Receivables are subject to confirmation from respective parties and consequential reconciliation / adjustment arising there from, if any. No material variation, however is expected.
- 7) As part of the CIRP, creditors of the Company were called upon to submit their claims to the Resolution Professional (RP) in terms of the applicable provisions of the Insolvency and Bankruptcy Code, 2016. Claims submitted by financial and operational creditors have been verified and admitted by the RP and the Resolution Plan has been submitted by the Resolution Applicant on the basis of the admitted claims. In some instances, the amount of claim admitted by the RP is different than the amount reflecting in the books of accounts of the Company. Pending implementation of the resolution plan, no adjustments have been made in the books for the differential amount in the claims admitted.
- 8) The investment in Adhunik Power and Natural Resources Limited ('APNRL') has been pledged against the loan taken by it which has been further assigned in favour of Edelweiss Asset Reconstruction Company. Edelweiss Asset Reconstruction Company has invoked the pledged shares against which the Company is evaluating necessary legal action.
- 9) Due to continuous losses leading to erosion of working capital and the Company has been unable to pay its operational creditors which has lead to shut down of manufacturing units post May-18 till the implementation of resolution plan.
- 10) Post the implementation of GST with effect from 1st July 2017, Revenue from operations is required to be presented net of GST. Accordingly, Revenue from operations for the nine-months ended 31st December 2018 is not comparable to the nine month ended 31st December 2017.
- 11) The figures of previous period/year have been rearrange to confirm to current period/year classification and presentation.

Place : Kolkata
Date : 14th February 2019



A circular stamp with the text "ADHUNIK METALIKS LIMITED" around the perimeter and "For, Adhunik Metaliks Limited" in the center. There is a signature across the center of the stamp.
Anish Chhawchharia
On behalf of Monitoring Committee
In terms of Approved Resolution Plan