ISMT LIMITED

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ISMT/SEC/21-22

August 14, 2021

Listing Department
BSE Ltd
PJ Towers,
Dalal Street, Fort,
Mumbai - 400 001

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, Plot No. C/1, G Block,
BKC, Bandra (E),
Mumbai - 400 051

Independent Auditor's Review Report on standalone unaudited quarterly financial results of ISMT Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

To,
The Board of Directors,
ISMT Limited.

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of ISMT Limited ("the Company"), for the quarter ended June 30, 2021 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), which has been initialed by us for the purpose of identification.

2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors in their respective meeting held on August 14, 2021 has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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. 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 specified under section 143 (10) of the Companies Act, 2013 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.

4. **Material Uncertainty Related to Going Concern:**

The Company has accumulated losses and its net worth has been fully eroded, the company has incurred net cash loss during the period ended June 30, 2021 and previous years and the company's current liabilities exceeded its current assets as at June 30, 2021. These conditions indicate the existence of a material uncertainty about the Company's ability to continue as a going concern. However, the financial results of the company have been prepared on a going concern basis for the reasons stated in the Note No. 7 of the Statement.

5. **Basis for qualified Conclusion:**

a) The Company has outstanding Minimum Alternate Tax (MAT) entitlement, classified as Deferred Tax Asset as per "Ind AS- 12- Income Taxes", of Rs. 82.05 Crore as on June 30, 2021. Taking into consideration the loss during the quarter ended June 30, 2021 and carried forward losses under the Income Tax, in our opinion, it is not probable that the MAT entitlement can be adjusted within the specified period against the future taxable profits under the provisions of Income Tax Act 1961. In view of the same, in our opinion, the MAT entitlement cannot be continued to be recognised as an asset in terms of Ind AS-12. Non-writing off of the same has resulted in understatement of loss for the quarter ended June 30, 2021 and overstatement of other equity by Rs .82.05 Crore.

b) The Company, through its subsidiary, has invested Rs. 48.43 Crore in Structo Hydraulics AB Sweden (SHAB). Net receivables to the company from SHAB against the supplies made is Rs. 11.11 Crore. The Company has received approval from regulatory authorities for conversion into equity of an amount of Rs. 33.33 Crore (USD 5 Million) due from SHAB and out of which Rs. 16.75 Crore has been converted into equity and the balance of Rs. 16.58 Crore is pending for allotment. SHAB has been incurring losses and its net worth is also eroded due to continuing losses. No provision for diminution in value of investment (including pending allotment) and net receivable against supplies is made by the company as explained in Note No.1 of the Statement. We are unable to comment on the same and ascertain its impact, if any, on net loss for the quarter ended June 30, 2021 and other equity as on that date in respect of the above matters.

c) The Company had recognized claim in earlier years, of which outstanding balance as on June 30, 2021 is Rs. 39.53 Crore, against Maharashtra State Electricity Distribution Company Ltd. (MSEDCL) for non-implementation of Energy Banking Agreement. The Company had appealed to Appellate Tribunal (APTEL) against the order passed by Maharashtra Electricity Regulatory Commission (MERC) and the same has been dismissed by the APTEL. The Company has preferred appeal before the Hon'ble Supreme Court against the order of APTEL. The realization of this claim is contingent and dependent upon the outcome of the decision of the Supreme Court. In our opinion the recognition of above claim, being contingent asset in nature, is not in conformity with "Ind AS-37, Provisions, Contingent liabilities and Contingent assets". Recognition of the above claim has resulted in overstatement of other equity by Rs. 39.53 Crore as at June 30, 2021. Refer Note No. 2(i) of the Statement.

d) The Company is unable to determine the recoverable value of 40 MW Captive Power Project (CPP) at Chandrapur, Maharashtra for the reasons stated in Note no 2(ii) of the Statement; hence, the CPP is measured on June 30, 2021 at the carrying amount of Rs. 230.24 Crore and impairment loss, if any, is not recognised as required by Ind AS 36 "Impairment of the Assets". In view of the aforesaid, we are unable to determine the impact of the same, if any, on the net loss for the quarter ended June 30, 2021 and other equity as on that date.

e) Pending approval/ sanction of debt restructuring scheme by lenders and balance confirmation from lenders and reconciliation thereof, the Company has not provided for the overdue /penal interest and differential liabilities including such overdue /penal interest and differential liabilities arising from reconciliation of balances to the extent of available confirmation, if any, for the reason stated in Note No 6 of the Statement. The quantum and its impact, if any, on the net loss for the quarter ended June 30, 2021 and other equity on that date is unascertainable.

6. Based on our review conducted and procedure performed as stated in paragraph 3 above with the exception of the matter described in the Basis for Qualified Conclusion in Paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with recognition and management principles laid down in aforesaid Indian Accounting Standard ("IndAS") and other recognized accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. **Emphasis of Matters:**

We draw attention to following matters in the Notes to the Statement:

a) Note No 9 of the statement, regarding remuneration to Managing Director amounting to Rs 0.45 Crore for the quarter ended June 30, 2021 and cumulative up to June 30, 2021 amounting to Rs. 2.04 Crore is subject to approval of Lenders.

b) Note No 10 of the statement regarding uncertainties arising out of the outbreak of COVID 19 pandemic and the assessment made by the management on its operations and the financial reporting for the period ended June 30, 2021. Such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods.

Our conclusion is not modified in respect of above matters.

For D N V & Co
Chartered Accountants
Firm Registration No.: 102079W

M/s. D N V & Co. Mumbai Chartered Accountants

CA Bharat Jain
Partner
Membership No.: 100583
UDIN: 21100583AAAAFV5038
Place: Mumbai
Date: August 14, 2021

ISMT Limited

Regd. Office : Panama House (earlier known as Lunkad Towers) , Viman Nagar, Pune 411 014, Maharashtra.
Phone : 020-41434100, Fax : 020-26630779, E-Mail : secretarial@ismt.co.in,
Web : www.ismt.com, CIN : L27109PN1999PLC016417

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

Rs. in Crore

Sr. No	Particulars	Standalone			
		Quarter ended June 30, 2021	Quarter ended March 31, 2021	Quarter ended June 30, 2020	Year ended March 31, 2021
		Unaudited	Refer Note No 11	Unaudited	Audited
1	Income				
	Revenue from Operations				
	Sales of Products	653.06	598.11	153.18	1,681.70
	Less : Inter Segment Transfers	160.19	138.94	50.79	415.99
	Inter Division Transfers	21.23	10.63	5.40	48.55
	(a) Net Sales	471.64	448.54	96.99	1,217.16
	(b) Other Operating Revenue	5.49	5.71	2.37	16.51
	(c) Revenue From Operations - (a+b)	477.13	454.25	99.36	1,233.67
	(d) Other Income (Refer Note No 5)	1.33	27.46	9.97	44.63
	Total Income - (c+d)	478.46	481.71	109.33	1,278.30
2	Expenses				
	(a) Cost of Materials Consumed	283.63	269.07	47.20	674.46
	(b) Changes in inventories of finished goods, work -in -progress and stock-in-trade	(19.03)	4.22	5.11	33.62
	(c) Employee Benefits Expense	37.54	34.32	29.34	121.64
	(d) Finance Costs	67.85	65.40	65.54	263.21
	(e) Depreciation	14.79	14.77	14.53	57.28
	(f) Other Expenses	145.56	154.10	41.83	426.66
	Total Expenses	533.34	541.88	204.55	1,576.87
3	Profit / (Loss) before exceptional item and Tax (1-2)	(54.88)	(60.17)	(104.17)	(298.57)
4	Exceptional Items :				
	(a) Foreign Exchange (Gain) / Loss	(0.[illegible]			

ISMT Limited

SEGMENT WISE STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

Rs. in Crore

Sr No	Particulars	Standalone			
		Quarter ended			Year ended
		June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
		Unaudited	Refer Note No 11	Unaudited	Audited
1	**Segment Revenue**				
	a) Gross Sales – **Tube**	303.63	270.17	83.57	846.10
	Less : Inter Division	21.23	10.63	5.86	48.55
	Sub total	**282.40**	**259.54**	**77.71**	**797.55**
	b) Gross Sales – **Steel**	349.43	327.94	69.61	835.60
	Less : Inter Segment	160.19	138.94	50.33	415.99
	Sub total	**189.24**	**189.00**	**19.28**	**419.61**
2	**Total Segment Revenue**	**471.64**	**448.54**	**96.99**	**1,217.16**
	Segment Results				
	Profit / (Loss) after Depreciation and Before Finance Costs & Exceptional items,Unallocable income (net) and Tax.				
	a) Tube	3.36	(2.12)	(22.47)	(33.18)
	b) Steel *	16.95	6.86	(15.86)	(12.12)
	Total	20.31	4.74	(38.33)	(45.30)
	Less : Finance Costs	67.85	65.40	65.54	262.21
	: Exceptional items - Foreign Exchange (Gain) / Loss	(0.69)	1.32	(0.66)	(5.98)
	: Provision for Diminution in Value of Investment (Refer Note No. 8)	-	58.37	-	58.37
	Add : Unallocable Income (Net of Unallocable Expenses)	(7.34)	0.49	(0.30)	9.29
	Total Profit / (Loss) Before Tax	**(54.19)**	**(119.86)**	**(103.51)**	**(350.61)**
	Less : Tax Expenses				
	Current Tax	-	-	-	-
	Earlier years Tax	(0.07)	0.10	-	0.10
	Deferred Tax (Refer Note No.4)	-	-	-	-
3	**Total Profit / (Loss) After Tax**	**(54.12)**	**(119.96)**	**(103.51)**	**(350.71)**
	Capital Employed				
	Segment Assets				
	a) Tube	1,354.50	1,325.00	1,328.07	1,325.00
	b) Steel	478.24	459.16	408.37	459.16
	c) Unallocable	582.00	555.03	705.35	555.03
	Total Assets	**2,414.74**	**2,339.19**	**2,441.79**	**2,339.19**
	Segment Liabilities				
	a) Tube	123.28	113.77	130.44	113.77
	b) Steel	164.14	113.62	97.98	113.62
	c) Unallocable	3,593.69	3,524.18	3,379.75	3,524.18
	Total Liabilities	**3,881.11**	**3,751.57**	**3,608.17**	**3,751.57**

* Includes profit on steel captively consumed by Tube Segment

M/s. D N V & Co. Mumbai Chartered Accountants

ISMT LIMITED PUNE-14

NOTES ON STANDALONE UN AUDITED F

respective years and subject to review of the same once the Company opts for options permitted under section 115BAA of the Income Tax Act, 1961.

4. Deferred Tax Asset in respect of carried forward losses is recognized to the extent of Deferred Tax Liability.

M/s. D N V & Co. Mumbai Chartered Accountants

5. Other income for the quarter and year ended March 31, 2021 includes: i) Provisions/Payables no longer required written back for the quarter ended March, 31, 2021 Rs. 16.60 Crore, for the year ended March, 31, 2021 Rs 22.08 Crore. ii) Insurance Claim for the quarter ended March, 31, 2021 Nil, for the year ended March, 31, 2021 Rs. 4.38 Crore. iii) Reversal of Expected Credit Loss for the quarter ended March, 31, 2021 Rs. 3.69 Crore, for the year ended March, 31, 2021 Rs. 3.69 Crore. iv) Refund of Managerial Remuneration for the quarter ended March, 31, 2021 Rs. 5.04 Crore, for the year ended March, 31, 2021 Rs. 5.04 Crore.

6. The Banks had pursued various schemes for Debt Resolution - the Banks initially contemplated restructuring which was approved by JLM but could not be concluded at Banks end. The Banks then opted for OSDR and despite successful conclusion of the OSDR resulting in identification of the investor, OSDR could not be implemented due to RBI Circular dated February12, 2018 scrapping all their schemes for stressed assets. The Banks then agreed to take up assignment of debt as Resolution Plan in terms of the aforesaid Circular, pursuant to which bulk of Bank Debt was assigned to Asset Reconstructing Companies (ARCs). Accordingly, balance unresolved Bank Debt amounts to about 25 % of Total Debt. Assignment of further debt could not be implemented due to outbreak of Covid in March 2020.

Lenders of the company had signed Inter Creditor Agreement as per the RBI guidelines for resolution of the debt of the Company on sustainable basis including inter alia waiver of overdue/ penal / compound interest. The Company has continued to make payments to lenders as mutually agreed. Pending Restructuring, the amounts paid are being adjusted against the Principal outstanding of respective lenders and will be finally adjusted as per the terms of the restructuring.

Notwithstanding the pending restructuring of debt and balance confirmations from banks, interest on the loans has been provided as per the terms of sanction of the respective banks on simple interest basis (excluding overdue / penal and compounding of interest). The financial effect, if any of non provision of overdue / penal and compounding of interest, on net loss for the quarter ended June 30, 2021, is not ascertainable.

7. Despite the net loss, the Company has always been operationally profitable (positive EBIDTA). The Company's operations and revenue during the current quarter has improved and EBIDTA for the current quarter has also increased over the preceding quarters. The Company also benefits from Atmanirbhar policies of the Government including continuation of Anti Dumping Duty on import of seamless tubes from China. Proposed debt resolution on sustainable basis is inter alia expected to address the negative net worth of

Mumbai

9. The Company had in the past obtained Central Government/ lenders approval for payment of Managerial Remuneration from time to time. Subsequently, the Ministry of Corporate Affairs had done away with the requirement of obtaining Central Government approval and the Managerial Remuneration is determined as per the approvals obtained from the shareholders. However, in view of prolonged delay in restructuring on account of COVID and otherwise, requisite approvals from lenders are still awaited. Pending the same, the Managing Director of the Company has in compliance of Section 197 of the Companies Act, refunded the requisite remuneration. Employee Benefits Expense includes remuneration provided and not paid to the Managing Director for the quarter ended June 30, 2021 of Rs.0.45 Crore (Rs.2.04 Crore cumulative up to June 30, 2021) is subject to approval of lenders.

10. The outbreak of corona virus (COVID-19) pandemic globally has caused significant disturbance and slowdown of economic activity. The Company's operations and revenue during the current quarter has improved, yet the full impact of COVID-19 is not ascertainable. The Company continues to closely monitor the developments and possible effects that may result from current pandemic, on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. The full assessment of the impact of the same on the Company and SHAB's operations, CPP and on Port and Power Project (TPPCL) will be only possible once the pandemic settled down and the eventual impact may be different from the estimates made as of the date of approval of these unaudited standalone financial results.

11. The figures of the quarter ended March 31, 2021 are balancing figures between audited figures in respect of full financial year and published year to date figures up to third quarter of the relevant financial year.

12. The comparative figures have been regrouped and reclassified to meet the current quarter's / years classification.

13. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 14, 2021.

For ISMT Limited

ISMT LIMITED PUNE-14

Rajiv Goel
Whole-time Director & Chief Financial Officer

Place: Pune
Date: August 14, 2021

M/s. D N V & Co. Mumbai Chartered Accountants

Independent Auditor's Review Report on consolidated unaudited quarterly financial results of ISMT Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

The Board of Directors,
ISMT Limited.

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of ISMT Limited ("the Parent")and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended June 30, 2021 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'), which has been initialled by us for the purpose of identification.

2. This Statement, which is the responsibility of the Parent Company's management and approved by the Parent's Board of Directors in their respective meeting held on August 14, 2021 has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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. A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under section 143 (10) of the Companies Act, 2013 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 following entities:

- List of Subsidiaries:
  ISMT Enterprises S.A Luxembourg, Structo Hydraulics AB Sweden, ISMT Europe AB Sweden, Tridem Port and Power Company Private Limited., Nagapattinam Energy Private Limited., Best Exim Private Limited., Success Power and Infraprojects Private Limited., Marshal Microware Infrastructure Development Company Private Limited., PT ISMT Resources, Indonesia, Indian Seamless Inc. USA.

5. Material Uncertainty Related to Going Concern:

The Group has accumulated losses and its net worth has been fully eroded, the Group has incurred net cash loss during the period ended June 30, 2021 and previous years and the Group's current liabilities exceeded its current assets as at the balance sheet date. These conditions indicate the existence of a material uncertainty about the Group's ability to

c) The Parent Company had recognized claim in earlier years, of which outstanding balance as on June 30, 2021 is Rs. 39.53 Crore, against Maharashtra State Electricity Distribution Company Ltd. (MSEDCL) for non-implementation of Energy Banking Agreement. The Parent Company had appealed to Appellate Tribunal (APTEL) against the order passed by Maharashtra Electricity Regulatory Commission (MERC) and the same has been dismissed by the APTEL. The Parent Company has preferred appeal before the Hon'ble Supreme Court against the order of APTEL. The realization of this claim is contingent and dependent upon the outcome of the decision of the Supreme Court. In our opinion the recognition of above claim, being contingent asset in nature, is not in conformity with Ind AS-37, "Provisions, Contingent liabilities and Contingent assets". Recognition of the above claim has resulted in overstatement of other equity by Rs.39.53 Crore as at June 30, 2021. Refer Note No. 2 (i) of the Statement.

d) The Group is unable to determine the recoverable value of 40 MW Captive Power Project (CPP) at Chandrapur, Maharashtra for the reasons stated in Note no 2 (ii) of the Statement; hence, the CPP is measured on June 30, 2021 at the carrying amount of Rs. 230.24 Crore and impairment loss, if any, is not recognised as required by Ind AS 36 "Impairment of the Assets". In view of the aforesaid, we are unable to determine the impact of the same, if any, on the consolidated net loss for the quarter June 30 2021 and other equity as on that date.

e) Pending approval/ sanction of debt restructuring scheme by lenders and balance confirmation from lenders and reconciliation thereof, the Company has not provided for the overdue /penal interest and differential liabilities including such overdue /penal interest and differential liabilities arising from reconciliation of balances to the extent of available confirmation, if any, for the reason stated in Note No 5 of the Statement. The quantum and its impact, if any, on the consolidated net loss for the quarter ended June 30 2021 and other equity as on that date is unascertainable.

7. Based on our review conducted and procedure performed as stated in paragraph 3 above, with the exception of the matter described in the Basis for Qualified Conclusion Paragraph 6 above, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with recognition and management principles laid down in aforesaid Indian Accounting Standard ("Ind AS") and other recognized accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

8. **Emphasis of Matters:**

We draw attention to the following matters in the Notes to the Statement:

a) Note No. 9 of the statement, regarding remuneration to Managing Director of the Parent company amounting to Rs 0.45 Crore for the quarter ended June 30, 2021 and cumulative up to June 30, 2021 amounting to Rs. 2.04 Crore is subject to approval of Lenders.

b) Note No 10 of the statement regarding the uncertainties arising out of the outbreak of COVID 19 pandemic and the assessment made by the management on its operations and the financial reporting for the year ended June 30, 2021. Such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods.

Our conclusion on the statement is not modified in respect of the above matters.

9. Other Matters:

The consolidated unaudited financial results include the interim financial information/ financial results of ten subsidiaries which have not been reviewed/audited by their auditors, whose unaudited interim financial information/ financial results reflect total revenue of Rs. 19.88 Crore, total net loss after tax of Rs. 0.82 Crore and total comprehensive Loss of Rs 0.38 Crore for the quarter ended June 30, 2021, as considered in the statement. These unaudited financial information/ financial results have been approved and furnished to us by the management. Our conclusion, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited financial information/ financial results. According to the information and explanations given to us by the Management, these interim financial information / financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For D N V & Co
Chartered Accountants
Firm Registration No.: 102079W

CA Bharat Jain
Partner
Membership No.: 100583
UDIN: 21100583AAAAFW8049
Place: Mumbai
Date: August 14, 2021

ISMT Limited
Regd. Office : Panama House (earlier known as Lunkad Towers) , Viman Nagar, Pune 411 014, Maharashtra.
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Web : www.ismt.com, CIN : L27109PN1999PLC016417

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

Rs. In Crore

Sr. No	Particulars	Consolidated			
		Quarter ended June 30, 2021	Quarter ended March 31, 2021	Quarter ended June 30, 2020	Year ended March 31, 2021
		Unaudited	Refer Note-11	Unaudited	Audited
1	**Income**				
	Revenue from Operations				
	Sales of Products	**670.45**	**613.40**	**162.76**	**1,736.63**
	Less : Inter Segment Transfers	160.19	138.94	50.33	415.99
	Inter Division Transfers	21.23	10.63	5.86	48.55
	Sale to Subsidiary Company	15.31	10.58	1.36	37.95
	(a) Net Sales	**473.72**	**453.25**	**105.21**	**1,234.14**
	(b) Other Operating Revenue	5.54	5.76	1.37	17.61
	(c) Revenue From Operations - (a+b)	**479.26**	**459.01**	**106.58**	**1,251.75**
	(d) Other Income (Refer Note No. 6)	1.82	28.54	3.36	47.87
	Total Income - (c+d)	**481.08**	**487.55**	**109.94**	**1,299.62**
2	**Expenses**				
	(a) Cost of Materials Consumed	282.59	270.72	55.12	692.01
	(b) Changes in inventories of finished goods, work -in -progress and stock-in-trade	(18.21)	5.17	4.36	30.14
	(c) Employee Benefits Expense	40.54	36.71	31.65	133.66
	(d) Finance Costs	67.97	65.51	65.65	262.65
	(e) Depreciation	15.43	15.40	16.22	64.00
	(f) Other Expenses	149.01	146.04	42.28	410.14
	Total Expenses	**537.33**	**539.55**	**215.28**	**1,592.60**
3	Profit / (Loss) before Exceptional Items and tax (1-2)	(56.25)	(52.00)	(105.34)	(292.98)
4	Exceptional items -				
	(a) Foreign Exchange (Gain) / Loss	(0.54)	1.73	(0.60)	(8.93)
	(b) Provision for Impairment in Vale of Project (Refer Note No. 8)	-	58.37	-	58.37
5	**Profit / (Loss) before tax (3- 4)**	**(55.71)**	**(112.10)**	**(104.74)**	**(342.42)**
6	Tax Expenses :				
	(a) Current Tax	-	-	-	-
	(b) Earlier years Tax	0.02	0.10	-	0.10
	(c) Deferred Tax (Refer Note No.4)	-	-	-	-
7	**Profit / (Loss) after tax (5- 6)**	**(55.73)**	**(112.20)**	**(104.74)**	**(342.52)**
8	Other Comprehensive Income (net of tax)				
	(a) Items that will not be reclassified to Profit or Loss				
	Gain/ (Loss) on Remeasurement of Defined Benefit Plan (net of tax)	0.13	1.33	(0.68)	0.53
	(b) Items that will be reclassified to Profit or Loss				
	Foreign Currency Translation Reserve	0.43	(1.74)	(0.03)	(1.56)
	Other Comprehensive Income (Net of tax) (a+b)	0.56	(0.41)	(0.71)	(1.03)
9	**Total Comprehensive Income for the period (7+8)**	**(55.17)**	**(112.61)**	**(105.45)**	**(343.55)**
	Profit / (Loss) attrributable to :				
	Equity Shareholders of Parent	(55.72)	(112.20)	(104.74)	(342.51)
	Non Controlling Interest	(0.01)	-	-	(0.01)
	Other Comprehensive Income attributable to :				
	Equity Shareholders of Parent	0.55	(0.40)	(0.72)	(1.04)
	Non Controlling Interest	0.01	(0.01)	0.01	0.01
	Total Comprehensive Income attributable to :				
	Equity Shareholders of Parent	(55.16)	(112.60)	(105.46)	(343.55)
	Non Controlling Interest	(0.01)	(0.01)	0.01	-
10	Paid-up Equity Share Capital (Face Value of Rs. 5/- per share)	73.25	73.25	73.25	73.25
11	Reserves Excluding Revaluation Reserve	-	-	-	(1,725.37)
12	Earnings per share				
	Basic & Diluted Earnings per share of Rs.5/- each (Rs.) (not annualised)	(3.80)	(7.66)	(7.15)	(23.38)

DNK & Co. Mumbai Chartered Accountants
ISMT LIMITED PUNE-14

ISMT Limited

SEGMENT WISE CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER JUNE 30, 2021.

Rs. in Crore

Sr No	Particulars	Consolidated			
		Quarter ended June 30, 2021	Quarter ended March 31, 2021	Quarter ended June 30, 2020	Year ended March 31, 2021
		Unaudited	Refer Note-11	Unaudited	Audited
1	Segment Revenue				
	a) Gross Sales – Tube	321.02	285.46	93.15	901.03
	Less : Inter Division	21.23	10.63	5.86	48.55
	Sale to Subsidiary Company	15.31	10.58	1.36	37.95
	Sub total	284.48	264.25	85.93	814.53
	b) Gross Sales – Steel	349.43	327.94	69.61	835.60
	Less : Inter Segment	160.19	138.94	50.33	415.99
	Sub total	189.24	189.00	19.28	419.61
2	Total Segment Revenue	473.72	453.25	105.21	1,234.14
	Segment Results				
	Profit / (Loss) after Depreciation and Before Finance Costs				
	Exceptional Items, Unallocable Income (net) and Tax				
	a) Tube	2.97	(0.59)	(21.38)	(34.14)
	b) Steel *	16.95	6.86	(15.86)	(12.12)
	Total	19.92	6.27	(37.24)	(46.26)
	Less : Finance Costs	67.97	65.51	65.65	262.65
	Exceptional Items				
	- Foreign Exchange (Gain) / Loss	(0.54)	1.73	(0.60)	(8.93)
	- Provision for Impairment in Value of Project (Refer Note No. 8)	-	58.37	-	58.37
	Add : Unallocable Income	(8.20)	7.24	(2.45)	15.93
	(Net of Unallocable Expenses)				
	Total Profit / (Loss) Before Tax	(55.71)	(112.10)	(104.74)	(342.42)
	Less : Tax Expenses				
	Current Tax	-	-	-	-
	Earlier years	0.02	0.10	-	0.10
	Deferred Tax (Refer Note No. 4)	-	-	-	-
	Total Profit / (Loss) After Tax	(55.73)	(112.20)	(104.74)	(342.52)
3	Capital Employed				
	Segment Assets				
	a) Tube	1,379.06	1,351.80	1,356.12	1,351.80
	b) Steel	478.25	459.16	408.36	459.16
	c) Unallocable	523.77	496.91	496.77	496.91
	Total Assets	2,381.08	2,307.87	2,261.25	2,307.87
	Segment Liabilities				
	a) Tube	131.10	122.78	147.58	122.78
	b) Steel	164.14	113.62	97.98	113.62
	c) Unallocable	3,598.94	3,529.45	3,235.52	3,529.45
	Total Liabilites	3,894.18	3,765.80	3,481.08	3,765.80

* Includes profit on steel captively consumed by Tube Segment

M/s. D.N.V. & Co. Mumbai Chartered Accountants

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NOTES ON CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021.

1. The Parent Company, through its subsidiary, has invested in Structo Hydraulics AB Sweden (SHAB) and recognised Goodwill on Consolidation of Rs 23.48 Crore in the Consolidated financial statement. SHAB has been incurring losses and its net worth is also eroded due to continuing losses. COVID has impacted businesses across the globe including Europe. However, no provision for impairment has been made in respect of Goodwill on Consolidation by the Group, being this investment is in the nature of forward integration and considered Strategic, Long Term. The financial effect, if any, of the same on consolidated net loss for the quarter ended June 30, 2021, is not ascertainable.

2. i) Maharashtra Electricity Regulatory Commission (MERC) had disallowed Parent Company's petition regarding banking of energy facility under Energy Banking Agreement (EBA) vide its orders dated June 20, 2014 and January 12, 2015. The Parent Company filed an appeal before the Appellate Tribunal For Electricity (APTEL) against the said order which was dismissed by the APTEL vide their order dated April 1, 2016. The Parent Company's appeal, challenging the APTEL order is pending before the Hon'ble Supreme Court. The Parent Company had accrued EBA benefit aggregating to Rs. 49.97 Crore upto March 31, 2014, of which amount outstanding as on June 30, 2021 is Rs. 39.53 Crore, representing excess energy charges paid to Maharashtra State Electricity Distribution Company Limited (MSEDCL) on account of non-availability of banking of energy facility. There has been no further accrual since April 1, 2014 on account of suspension of operation of power

Accordingly, balance unresolved Bank Debt amounts to about 25 % of Total Debt. Assignment of further debt could not be implemented due to outbreak of Covid in March 2020.

Lenders of the Parent Company had signed Inter Creditor Agreement as per the RBI guidelines for resolution of the debt of the Parent Company on sustainable basis including inter alia waiver of overdue/ penal / compound interest. The Parent Company has continued to make payments to lenders as mutually agreed. Pending Restructuring, the amounts paid are being adjusted against the Principal outstanding of respective lenders and will be finally adjusted as per the terms of the restructuring.

Notwithstanding the pending restructuring of debt and balance confirmations from banks, interest on the loans has been provided as per the terms of sanction of the respective banks on simple interest basis (excluding overdue / penal and compounding of interest). The financial effect, if any of non provision of overdue / penal and compounding of interest, on net loss for the quarter ended June 30, 2021, is not ascertainable.

6. Other income for the quarter and year ended March 31, 2021 includes: i) Provisions/Payables no longer required written back for the quarter ended March, 31, 2021 Rs. 16.60 Crore, for the year ended March, 31, 2021 Rs. 22.08 Crore. ii) Insurance Claim for the quarter ended March, 31, 2021 Nil, for the year ended March, 31, 2021 Rs. 4.38 Crore. iii) Reversal of Expected Credit Loss for the quarter ended March, 31, 2021 Rs. 3.69 Crore, for the year ended March, 31, 2021 Rs. 3.69 Crore. iv) Refund of Managerial Remuneration for the quarter ended March, 31, 2021 Rs. 5.04 Crore, for the year ended March, 31, 2021 Rs. 5.04 Crore.

7. Despite the net loss, the Group has always been operationally profitable (positive EBIDTA). The Group's operations and revenue during the current quarter has improved and EBIDTA for the current quarter has also increased over the preceding quarters. The Group also benefits from Atmanirbhar policies of the Government including continuation of Anti Dumping Duty on import of seamless tubes from China. Pending debt resolution on sustainable basis is inter alia expected to address the negative net worth of the Group thereby enlarging the business opportunities including participation in Government tenders. Accordingly the Group has continued to prepare its financial results on 'Going Concern Basis'.

8. Tridem Port and Power Company Private Limited (TPPCL), the wholly owned subsidiary of the Parent Company, along with its subsidiaries had proposed to set up a thermal power project and captive port in Tamil Nadu. TPPCL had obtained the approvals for the projects including acquisition of land but no construction activity had commenced. However, on account of subsequent adverse developments, the TPPCL had decided not to pursue these projects. The COVID pandemic is expected to have wide ranging long term impact on project activity and greenfield projects like TPPCL's would be particularly affected.

TPPCL has obtained project valuation report from independent valuer for determining the value of the project and recoverable amount thereof as at March 31, 2021 for assessment of impairment loss, if any, as required by Ind AS 36 "Impairment of Assets"

Considering present status of the project, prevailing power sector scenario, long lasting impact of Covid pandemic on the project, it is not possible to reasonably or reliably determine the recoverable amount. Nevertheless after due consideration by the Board of the Parent Company notwithstanding the uncertainties has on best possible estimate basis and after considering the valuation referred to in the preceding paragraph made provision for impairment loss of Rs.58.37 Crore of the amount invested in TPPCL Project as at March 31, 2021 as per Ind AS 36 "Impairment of Assets". The same is disclosed as "Exceptional Item "in the audited consolidated financial results for the quarter and year ended March 31, 2021.

9. The Parent Company had in the past obtained Central Government/ lenders approval for payment of Managerial Remuneration from time to time. Subsequently, the Ministry of Corporate Affairs had done away with the requirement of obtaining Central Government approval and the Managerial Remuneration is determined as per the approvals obtained from the shareholders. However, in view of prolonged delay in restructuring on account of COVID and otherwise, requisite approvals from lenders are still awaited. Pending the same, the Managing Director of the Company has in compliance of Section 197 of the Companies Act, refunded the requisite remuneration. Employee Benefits Expense includes remuneration provided and not paid to the Managing Director for the quarter ended June 30, 2021 of Rs.0.45 Crore (Rs.2.04 Crore cumulative up to June 30, 2021) is subject to approval of lenders.

10. The outbreak of corona virus (COVID-19) pandemic globally has caused significant disturbance and slowdown of economic activity. The Group's operations and revenue during the current quarter has improved, yet the full impact of COVID-19 is not ascertainable. The Group continues to closely monitor the developments and possible effects that may result from current pandemic, on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. The full assessment of the impact of the same on the Group's operations, CPP and on Port and Power Project (TPPCL) will be only possible once the pandemic settled down and the eventual impact may be different from the estimates made as of the date of approval of these unaudited consolidated financial results.

11. The figures of the quarter ended March 31, 2021 are balancing figures between audited figures in respect of full financial year and published year to date figures up to third quarter of the relevant financial year.

12. The Consolidated financial results of the Parent Company and its subsidiaries (the Group) have been prepared as per Ind AS 110 on "Consolidated Financial Statements".

13. The comparative figures have been regrouped and reclassified to meet the current quarter's / years classification.

14. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 14, 2021.

M/s. D N V & Co. Mumbai Chartered Accountants

ISMT LIMITED PUNE-14

For ISMT Limited

Rajiv Goel
Whole-time Director & Chief Financial Officer

Place: Pune
Date: August 14, 2021