

SHAH ALLOYS LIMITED

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CIN : L27100GJ1990PLC014698 WWW.SHAHALLOYS.COM

STATEMENT OF STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2016

Amount (Rs In Crores)

Sr. No.	Particulars	STANDALONE				CONSOLIDATED	
		QUARTER ENDED		YEAR ENDED		QUARTER ENDED	YEAR ENDED
		30-06-2016	31-03-2016	30-06-2015	31-03-2016	30-06-2016	31-03-2016
		(Un audited)	(Audited)	(Un audited)	(Audited)	(Un audited)	(Audited)
1	Income from Operations						
	(a) Net Sales/Income from Operations <i>(Net of excise duty)</i>	83.41	73.99	78.54	261.00	83.41	261.00
	(b) Other Operating Income	0.04	0.05	5.91	0.31	0.04	0.31
	Total Income from Operations (a)+(b)	83.45	74.04	84.45	261.31	83.45	261.31
2	Expenditure						
	(a) Cost of materials consumed	54.86	47.48	54.91	192.66	54.86	192.66
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(0.33)	(3.07)	11.99	(2.17)	(0.33)	(2.17)
	(c) Employee benefits expense	3.01	3.05	3.08	12.10	3.01	12.10
	(d) Depreciation and amortisation expense	3.48	4.54	4.54	18.16	3.48	18.16
	(e) Consumption of Stores & Spares	7.69	5.28	4.59	20.65	7.69	20.65
	(f) Power cost	15.93	13.62	9.76	42.57	15.93	42.57
	(g) Other Expenditure	5.92	8.62	2.03	13.24	5.92	13.24
	Total Expenditure (a) to (g)	90.56	79.52	90.90	297.21	90.56	297.21
3	Profit / (Loss) from operations before other income, finance costs and exceptional item (1-2)	(7.11)	(5.48)	(6.45)	(35.90)	(7.11)	(35.90)
4	Other income	0.24	0.07	0.55	1.06	0.24	1.06
5	Profit / (Loss) from ordinary activities before finance costs (3+4)	(6.87)	(5.41)	(5.90)	(34.84)	(6.87)	(34.84)
6	Finance costs	3.85	5.70	6.13	23.14	3.85	23.14
7	Profit / (Loss) from ordinary activities after finance costs (5-6)	(10.72)	(11.11)	(12.03)	(57.98)	(10.72)	(57.98)
8	Exceptional items	-	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax (7-8)	(10.72)	(11.11)	(12.03)	(57.98)	(10.72)	(57.98)
10	Deferred Tax	(3.94)	(3.42)	(4.04)	64.76	(3.94)	64.76
11	Net Profit / (Loss) from ordinary activities after tax but before extra ordinary item (9-10)	(6.78)	(7.69)	(7.99)	(122.74)	(6.78)	(122.74)
12	Extraordinary items	-	1.30	3.59	(247.12)	-	(247.12)
13	Net Profit / (Loss) for the period after extra ordinary item (11-12)	(6.78)	(8.99)	(11.58)	124.38	(6.78)	124.38
14	Share in Loss of Associate	-	-	-	-	-	3.45
15	Net Profit / (Loss) for the period (13-14)	(6.78)	(8.99)	(11.58)	124.38	(6.78)	120.93
16	(Equity shares having face value of Rs. 10/- each)	19.80	19.80	19.80	19.80	19.80	19.80
17	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				(390.93)		(399.67)
18	Earnings per share (of Rs. 10/- each) (not annualised)						
	Basic & Diluted before extra ordinary item	(3.42)	(3.88)	(4.04)	(61.99)	(3.42)	(63.73)
	Basic & Diluted after extra ordinary item	(3.42)	(4.54)	(5.85)	62.82	(3.42)	61.09

Kamath

Notes:

- 1 The aforementioned Unaudited Financial Results were reviewed by the Audit Committee and approved by Board of Directors in the meeting held on 14th August, 2016
- 2 The figures for the quarter ended 31st March 2016 are the balancing figures between audited figures for the full financial year and the unaudited published year to date figures upto the third quarter ended on 31.12.2015
- 3 The unaudited Financial Results of the Company for the quarter ended 30th June 2016 have been Limited Reviewed by the Statutory Auditors of the Company.
- 4 Secured Borrowings from the below mentioned banks have been transferred / assigned to financial institution together with all their rights, title and interest in the financial documents and any underline security interest/pledges and /or guarantees in respect of such loans.

Name of Bank	Date of Loan Transferred	Name of Financial Institution
Karur Vysya Bank	31-12-2012	Asset Reconstruction Company (India) Limited.
IDBI Bank	28-03-2014	Asset Reconstruction Company (India) Limited.
Bank of Baroda	26-03-2014	Edelweiss Assets Reconstruction Company Limited.
Oriental Bank of Commerce	04-08-2014	Edelweiss Assets Reconstruction Company Limited.
Bank of Maharashtra	13/05/2015	Invent Assets Securitization & Reconstruction Private Limited.
Punjab National Bank	31-03-2016	Invent Assets Securitization & Reconstruction Private Limited.

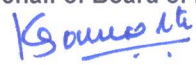
Further the company has stopped making provision for interest on such borrowing from the date of transfer due to non execution of agreement with Asset Reconstruction Companies (ARC) and hence due to non availability of agreement with Asset Reconstruction Companies (ARC) , the company has taken the CDR – 2 orders as base for classification of current / non-current liability and default of total borrowing

- 5 As at the year end the Company has accumulated losses and its net worth has been fully eroded. The Financial results indicate that the Company has net loss during the current and previous year and the Company's current liabilities exceed its current assets as at the current and previous year balance sheet date. These conditions indicate the existence of a material uncertainty that may cast significant doubt 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 based on that the Company is actively negotiating with the ARC / lenders for settlement.
- 6 Dues on account of maturity of Foreign Currency Convertible Bonds (FCCB) on Dt.22-09-2011, have been frozen on maturity and accordingly exchange rate fluctuation has not been considered thereafter. Payment of FCCB shall be considered as per the scheme that may be considered by Hon'ble BIFR.
- 7 Since the company had opted to publish only the Standalone Financial Results for the Financial Year 2015-16 covering all the 4 quarters , the Company has not disclosed corresponding figures of consolidated results for the Quarter ended 30th June 2015 and 31st March 2016
- 8 The Holding Company's accumulated share of losses in the Associate since the date of being an Associate till March 31, 2016 exceeds its investment value in Shares of SAL Steel limited(Associate). Hence, Holding Company's Share of accumulated losses in the Associate completely reduces the Investment value and hence, no further adjustment of share of loss can be adjusted to the Investment value for the quarter ended June 30, 2016. This is in accordance with Accounting Standard 23 , " Accounting for Investment in Associates" which states that If Investors' share of losses in associate equals or exceeds the carrying amount of investment, the investor discontinues recognizing its share of further losses and investment is reported at nil value. Therefore, in the current quarter ended June 30, 2016, the holding company has not recognized any more share of Proportionate loss in the Associate company
- 9 Previous period figures have been regrouped and / or rearranged wherever necessary to make their classification comparable with the current period.

For and on behalf of Board of Directors

Place : Santej

Date : 14-08-2016


K S Kamath (DIN: 00261544)
Jt. Managing Director