



Sec/Share/18-19/91

Date: 30<sup>th</sup> October, 2018

**BY ONLINE FILING**

**The Manager**  
**Dept. of Corporate Services**  
**BSE Ltd.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai- 400 001  
Scrip Code : 533264

**The Manager**  
**Listing Department**  
**National Stock Exchange of India Ltd.,**  
Exchange Plaza, 5<sup>th</sup> Floor, Plot No. C-1, Block  
G, Bandra Kurla Complex, Bandra (E)  
Mumbai – 400 051  
Scrip Code : ELECTROSL

Dear Sir/Madam,

**Sub. : Outcome of the Board Meeting held on October 30, 2018**

We would like to inform you that the Board of Directors of the Company in their Meeting held today i.e. 30<sup>th</sup> October, 2018 has inter alia:

1. Approved the Un-audited Financial Results of the Company for the quarter/half year ended 30<sup>th</sup> September, 2018.

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015, we enclose the following:

- a. Un-Audited Financial Results for the quarter/half year ended 30<sup>th</sup> September, 2018
- b. Limited Review Report of the Statutory Auditors of the Company

The Meeting of the Board of Directors commenced at 11:00 A.M. and concluded at 01:20 P.M.

Thanking you,

Yours faithfully,

For **ELECTROSTEEL STEELS LIMITED**

**(Binaya Kumar Dash)**  
**Company Secretary**  
**ACS-17982**

Encl.: As stated above



# ELECTROSTEEL STEELS LIMITED

Registered Office : 801 Uma Shanti Apartments, Kanke Road, Ranchi - 834008, Jharkhand  
 Corporate Office : Plot No. 10, Lohanchal, Beside Sector 12, Bokaro Steel City, Bokaro - 827012, Jharkhand  
 CIN - L27310JH2006PLC012663, Tel and fax 0651-2285635, Website: www.electrosteelsteels.com

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018

(Rs. in lakhs)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017	March 31, 2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1 Income</b>						
Revenue from operations	109,868.27	102,162.25	78,660.84	212,030.52	158,824.13	350,162.36
Other Income	1,710.23	2,452.92	607.15	4,163.15	4,724.23	2,843.06
<b>Total Income</b>	<b>111,578.50</b>	<b>104,615.17</b>	<b>79,267.99</b>	<b>216,193.67</b>	<b>163,548.36</b>	<b>353,005.42</b>
<b>2 Expenses</b>						
Cost of materials consumed	75,067.44	62,885.29	47,690.83	137,952.73	100,811.76	221,651.83
Purchase of stock-in-trade	-	-	-	-	-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade	146.44	(4,778.82)	287.06	(4,632.58)	(7,971.85)	2,065.98
Excise duty on sale of goods	-	-	-	-	6,629.74	6,629.74
Employee benefits expense	4,320.65	3,721.74	3,653.43	8,042.39	7,349.06	14,760.42
Finance costs	8,904.54	3,649.00	28,271.24	12,553.54	56,331.60	78,995.91
Depreciation and amortisation expense	7,925.35	7,712.14	12,104.93	15,637.49	24,062.44	53,415.20
Other Expenses	23,779.12	24,256.84	18,926.23	48,035.95	40,584.85	75,515.66
<b>Total expenses</b>	<b>120,143.54</b>	<b>97,446.19</b>	<b>110,933.72</b>	<b>217,589.73</b>	<b>227,302.56</b>	<b>459,094.76</b>
<b>3 Profit/(Loss) before tax and exceptional items</b>	<b>(8,565.04)</b>	<b>7,168.98</b>	<b>(31,665.73)</b>	<b>(1,396.06)</b>	<b>(63,854.20)</b>	<b>(106,089.34)</b>
4 Exceptional items (net)	-	85,627.50	2,000.00	85,627.50	9,750.00	(523,835.81)
<b>Profit/(Loss) before tax</b>	<b>(8,565.04)</b>	<b>92,796.48</b>	<b>(29,665.73)</b>	<b>84,231.44</b>	<b>(53,885.20)</b>	<b>(613,885.15)</b>
<b>5 Tax expense</b>						
Current Tax	-	-	-	-	-	-
Deferred Tax	-	-	-	-	-	-
<b>6 Profit/(Loss) for the Period</b>	<b>(8,565.04)</b>	<b>92,796.48</b>	<b>(29,665.73)</b>	<b>84,231.44</b>	<b>(53,885.20)</b>	<b>(613,885.15)</b>
<b>7 Other Comprehensive Income (OCI)</b>						
i. Items that will not be reclassified to profit or loss	117.73	(23.06)	5.79	94.67	11.58	(92.24)
ii. Remeasurement of defined benefit plans	-	-	-	-	-	-
iii. Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
<b>Other Comprehensive Income (OCI) for the period</b>	<b>117.73</b>	<b>(23.06)</b>	<b>5.79</b>	<b>94.67</b>	<b>11.58</b>	<b>(92.24)</b>
<b>8 Total comprehensive income for the period</b>	<b>(8,447.31)</b>	<b>92,773.42</b>	<b>(29,659.94)</b>	<b>84,326.11</b>	<b>(53,873.62)</b>	<b>(613,977.39)</b>
<b>9 Paid up equity share capital (Face Value of Rs. 10/- each)</b>	<b>196,167.34</b>	<b>196,167.34</b>	<b>240,923.50</b>	<b>196,167.34</b>	<b>240,923.50</b>	<b>240,923.50</b>
<b>10 Other equity excluding revaluation reserve</b>						<b>(911,685.49)</b>
<b>11 Earnings Per Share (of Rs. 10/- each) (not annualised):</b>						
(a) Basic	(0.44)	3.14	(1.23)	3.43	(2.24)	(25.48)
(b) Diluted	(0.44)	3.14	(1.23)	3.43	(2.24)	(25.48)



## Statement of Assets and Liabilities

(Rs. In lakhs)

Particulars	As at September 30, 2018	As at March 31, 2018
<b>ASSETS</b>		
<b>Non- Current Assets</b>		
(a) Property, plant and equipment	505,814.55	516,160.32
(b) Capital work-in-progress	92,227.03	91,943.13
(c) Other Intangible assets	91.25	82.54
(d) Financial Assets		
i. Loans	43.84	871.62
ii. Other Financial Assets	424.98	3.25
(e) Non Current Tax Assets (net)	647.85	494.75
(f) Other non-current assets	119.33	3,173.01
<b>Current Assets</b>		
(a) Inventories	101,659.41	84,472.78
(b) Financial Assets		
i. Trade receivables	16,697.50	18,251.97
ii. Cash and cash equivalents	728.98	4,151.71
iii. Bank Balances other than (ii) above	68,185.88	64,681.37
iv. Others financial assets	991.65	982.22
(c) Other current assets	8,090.37	11,824.05
<b>TOTAL ASSETS</b>	<b>795,722.62</b>	<b>797,092.72</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	196,167.34	240,923.50
(b) Other Equity	133,860.59	(911,685.49)
<b>Liabilities</b>		
<b>Non - Current Liabilities</b>		
(a) Financial Liabilities		
i. Borrowings	355,449.39	-
(b) Provisions	762.47	1,190.30
<b>Current liabilities</b>		
(a) Financial Liabilities:		
i. Borrowings	3,086.45	42,045.88
ii. Trade Payables		
- Total outstanding dues of Micro and Small enterprises	318.00	727.76
- Total outstanding dues of creditors other than Micro and Small enterprises	91,941.86	109,933.37
iii. Other financial liabilities	1,089.52	1,266,143.33
(b) Other current liabilities	12,855.98	24,925.01
(c) Provisions	191.02	22,889.06
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>795,722.62</b>	<b>797,092.72</b>



**NOTES**

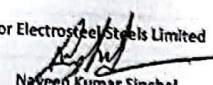
- 1 The above financial results which have been prepared in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated July 5, 2016, have been reviewed by Audit Committee and approved by the Board of Directors at its meeting held on October 30, 2018. The Auditors have carried out limited review of the same.
- 2 The Company had filed application for renewal of Consent to Operate ('CTO') on August 24, 2017 for the period of five years which was denied by Jharkhand State Pollution Control Board ('JSPCB') on August 23, 2018. Hon'ble High Court of Jharkhand has extended a stay on the order of denial of CTO by JSPCB and continued their interim order to allow the operations till next hearing. Hon'ble High Court has also extended stay against order of Ministry of Environment, Forests and Climate Change (MOEF) dated September 20, 2018 in respect of environment clearance till next hearing. The matter is now posted for hearing on November 5, 2018.
- 3 Pursuant to the resolution plan as approved (ARP) by Hon'ble National Company Law Board Tribunal (NCLT) on the same being upheld by Hon'ble National Company Law Appellate Tribunal (NCLAT) vide its order dated May 30, 2018, consequential impact given during the quarter ended June 30, 2018 included in the figures for the half year ended and as on 30th September 2018 are as follows:
  - a) Vedanta Star Limited (a wholly owned subsidiary of Vedanta Limited) paid Rs. 532,000.00 lakh for payment to financial creditors. Further, 739,91,32,055 equity shares of Rs. 10 each of the Company was allotted to the financial creditors against amount payable to them. Thereafter equity share capital comprising of 980,83,67,078 equity shares were reduced from Rs. 9,80,836.71 lakhs to Rs. 19,616.73 lakhs divided into 980,83,67,078 equity shares of Re. 0.20 each fully paid-up. Simultaneously, 50 such shares of Re. 0.20 each has been consolidated into 1 fully paid-up equity share of Rs. 10 each. The resultant differential of Rs. 9,61,219.97 lakhs as required in terms of the order of Hon'ble NCLT has been credited to Capital Reserve.
  - b) Further, 176,55,06,078 fully paid equity shares of Rs. 10 each were issued and allotted to Vedanta Star Limited and thereby equity share capital of the company as on September 30, 2018 stands at Rs. 19,61,67.34 lakhs divided into 196,16,73,420 equity shares of Rs. 10 each.
- 4 As an integral part of the ARP, the Company's shares are in the process of de-listing. Vedanta Star Limited, (the acquirer), had issued Letter of Delisting Offer to all the public shareholders, expressing its interest to acquire up to 19,61,67,342 equity shares representing 10% of the paid-up equity share capital of the Company at a price of Rs. 9.54 each. Accordingly, the Public Shareholders were invited to tender their Equity Shares, during the period from October 11, 2018 to October 17, 2018, both days inclusive ("Delisting Period"). Upon completion of payment of consideration to all Eligible Shareholders, who had validly tendered their Equity Shares in the Delisting Offer, the Company has made applications to BSE Limited and National Stock Exchange of India Limited for delisting of the Equity Shares of the Company.
- 5 In terms of Ind AS 108 "Operating Segment", the company has one business segment i.e. Iron and steel and related products and all other activities revolve around the said business.
- 6 Goods and Service Tax ("GST") has been implemented with effect from July 01, 2017 and therefore, Revenue from Operations for the quarter and half year ended September 30, 2018 and quarter ended September 30, 2017 are net of GST. Revenue from operations and expenses for the half year ended September 30, 2017 being inclusive of excise duty are not comparable.
- 7 Exceptional Item comprises of the following:

Particulars	Quarter Ended			Half Year Ended		(Rs. In Lakhs)
	September 30, 2018	June 30, 2018	September 30, 2017	September 30, 2018	September 30, 2017	Year Ended March 31, 2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Insurance claim received	-	-	2,000.00	-	9,750.00	10,000.00
Provision for Claims admitted pursuant to Corporate Insolvency Resolution Process (CIRP)	-	-	-	-	-	(22,642.80)
Liabilities written back being no longer required pursuant to CIRP	-	85,627.50	-	85,627.50	-	-
Impairment of Property, Plant and Equipment, Intangible Assets and Capital Work In Progress	-	-	-	-	-	(5,11,193.01)
<b>Total</b>	-	<b>85,627.50</b>	<b>2,000.00</b>	<b>85,627.50</b>	<b>9,750.00</b>	<b>(523,835.81)</b>

8 Previous periods' figures have been regrouped wherever appropriate to conform to current periods' presentation

Place of Signature : New Delhi  
Date: October 30, 2018



For Electrosteel Steels Limited  
  
 Naveen Kumar Singh  
 (Director)  
 (DIN No. 02642057)

**Limited Review Report****The Board of Directors  
Electrosteel Steels Limited**

1. We have reviewed the accompanying statement of unaudited Financial Results of Electrosteel Steels Limited ('the Company') for the Quarter and Half Year ended on September 30, 2018 ('the Statement'). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 ('the SEBI Regulations'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 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 has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") 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 issue a report on these financial statements based on our review.
3. We conducted our review 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 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, we report that, nothing has come to our attention that causes us to believe that the accompanying statement of the Results read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Attention is drawn to Note no. 3(a) of the statement regarding the adjustments being carried out pursuant to the reduction and consolidation of equity share capital and the resultant impact thereof being recognised in Equity i.e. Capital Reserve as required in terms of Resolution Plan approved by Hon'ble NCLT. Our conclusion is not modified in respect of the above.

Place: Kolkata  
Date: October 30, 2018



For Lodha & Co,  
Chartered Accountants  
Firm's ICAI Registration No.:301051E

*R. P. Singh*

R P Singh  
Partner  
Membership No.052438