

Limited Review Report on Quarterly and Six Month Ended Financial Results of Electrosteel Castings Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To,
The Board of Directors,
Electrosteel Castings Limited**

We have reviewed the accompanying statement of Unaudited Financial Results of **Electrosteel Castings Limited** ("the Company") for the quarter and six months ended 30th September, 2017 ("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 read with SEBI's Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 8th November, 2017, 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 the Statement based on our review.

Attention is drawn to the fact that the figures for the quarter ended 30th June 2017, quarter and six months ended 30th September 2016 and for the year ended 31st March 2017 are based on the previously issued standalone quarterly /half yearly financial results and annual standalone financial statements that were reviewed/audited by the erstwhile auditors (vide their modified limited review report dated 3rd August 2017, 10th December 2016 and modified audit report dated 19th May 2017 respectively).

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 Financial 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Attention is drawn to the following notes of the accompanying results:

- a) Note No. 4 in respect to cancellation of a coal block allotted to the company in earlier years and non recognition of claims receipt thereof for the reasons stated in the note and thereby non carrying out of any adjustment in the books of accounts. Pending acceptance of the claim, the balances appearing in the books of accounts in respect to such mines has been carried forward at their carrying cost and disclosed as capital work in progress, Property plant & Equipment, inventories and other heads of account. The impact and consequential adjustment are presently not ascertainable;
- b) Note no. 5 regarding non-provision for impairment in the value of investment in joint venture company, pending determination of the claim for compensation against North Dhadhu Coal Block; and,
- c) Impact with respect to (a) and (b) above are presently not ascertainable and as such cannot be commented upon by us.



Based on our review conducted as stated above, we report that, excepting the possible effect of the matters stated in note (a) & (b) above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles 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's 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 mis-statement.

**For Singhi & Co.
Chartered Accountants
Firm's Registration No. 302049E**



A handwritten signature in black ink, appearing to read "Gopal Jain".

**(GOPAL JAIN)
Partner**

Membership No. 59147

Place: Kolkata

Date: 8th Day of November, 2017

**ELECTROSTEEL CASTINGS LIMITED**

CIN: L27310OR1955PLC000310

Registered Office : Rathod Colony, P. O. Rajgangpur, Sundergarh, Odisha 770 017

Tel. No.:+91 06624 220 332; Fax:+91 06624 220 332

Corporate Office: 19, Camac Street, Kolkata 700 017

Website: www.electrosteelcastings.com

E-mail: companysecretary@electrosteel.com

(Rs.in lakhs)

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30/09/2017

Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year to date figures for current period ended	Year to date figures for previous period ended	Previous year ended
	30/09/2017	30/06/2017	30/09/2016	30/09/2017	30/09/2016	31/03/2017
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Revenue From Operations	42346.13	47886.64	44968.36	90232.77	87999.53	183418.06
2. Other Income	1448.89	1994.29	1744.60	3443.18	2454.45	9493.75
3. Total income (1 + 2)	43795.02	49880.93	46712.96	93675.95	90453.98	192911.81
4. EXPENSES						
(a) Cost of materials consumed	18817.36	22657.67	18304.55	41475.03	33124.32	75872.28
(b) Purchases of Stock-in-Trade	3277.52	829.24	1379.36	4106.76	3204.74	5661.26
(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(3682.42)	(410.28)	(1883.33)	(4092.70)	318.08	(1456.82)
(d) Employee benefits expense	5355.86	4739.40	5072.41	10095.26	9275.97	18419.28
(e) Finance costs	5285.52	4754.96	4243.10	10040.48	8748.76	19461.11
(f) Depreciation and amortization expense	1516.73	1491.46	1572.60	3008.19	3141.02	6368.85
(g) Other expenses	13264.87	15749.25	13630.73	29014.12	26683.24	57736.82
Total expenses	43835.44	49811.70	42319.42	93647.14	84496.13	182062.78
5. Profit before tax (3 - 4)	(40.42)	69.23	4393.54	28.81	5957.85	10849.03
6. Tax expense:						
Current tax	27.04	237.33	1471.24	264.37	2191.04	3202.67
Deferred tax	(439.66)	(190.18)	(291.36)	(629.84)	(453.71)	(81.94)
7. Profit for the period (5 - 6)	372.20	22.08	3213.66	394.28	4220.52	7728.30
8. Other Comprehensive Income						
A (i) Items that will not be reclassified to profit or loss	(41.38)	(25.63)	(41.48)	(67.01)	(82.95)	(99.70)
(ii) Income tax relating to items that will not be reclassified to profit or loss	13.69	8.87	14.35	22.56	28.71	34.83
B (i) Items that will be reclassified to profit or loss	(11.10)	61.14	49.38	50.04	90.30	189.05
(ii) Income tax related to items that will be reclassified to profit or loss	3.84	(21.16)	(17.09)	(17.32)	(31.25)	(65.42)
Other Comprehensive Income for the year (net of tax)	(34.95)	23.22	5.17	(11.73)	4.81	58.76
9. Total Comprehensive Income for the period (7 + 8)	337.25	45.30	3218.83	382.55	4225.33	7787.06
10. Paid-up equity share capital (Face value - Re. 1/-)	3569.55	3569.55	3569.55	3569.55	3569.55	3569.55
11. Other equity excluding revaluation reserve						282880.46
12. Earnings per equity share of per value of Re. 1 each.						
(1) Basic (Rs.)	0.10	0.01	0.90	0.11	1.18	2.17
(2) Diluted (Rs.)	0.10	0.01	0.90	0.11	1.18	2.17



(Rs.in lakhs)

STATEMENT OF STANDALONE ASSETS AND LIABILITIES

Particulars		As at September 30, 2017	As at March 31, 2017
A.	ASSETS		
	(1) Non-current assets		
	(a) Property, Plant and Equipment	161236.98	163486.48
	(b) Capital work-in-progress	121311.78	120975.85
	(c) Other Intangible assets	368.77	504.78
	(d) Financial Assets		
	(i) Investments	114600.62	114606.11
	(ii) Trade receivables	111.40	108.56
	(iii) Loans	1947.12	1211.80
	(iv) Other financial assets	3604.65	3560.89
	(e) Other non-current assets	1042.65	624.67
	Total Non-Current assets	404223.97	405079.14
	(2) Current assets		
	(a) Inventories	47147.21	43853.46
	(b) Financial Assets		
	(i) Investments	84.61	90.51
	(ii) Trade receivables	58159.41	47000.98
	(iii) Cash and cash equivalents	2968.32	26310.13
	(iv) Bank balances other than (iii) above	9519.39	7037.29
	(v) Loans	1079.29	1462.40
	(vi) Other financial assets	12113.46	11812.81
	(c) Other current assets	36699.49	34358.45
	Total Current assets	167771.18	171926.03
	Total Assets	571995.15	577005.17
B.	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	3569.55	3569.55
	(b) Other Equity	281114.90	282880.46
	Total Equity	284684.45	286450.01
	LIABILITIES		
	(1) Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	100936.01	112720.27
	(b) Provisions	1966.68	1956.16
	(c) Deferred tax liabilities (Net)	29185.60	29820.68
	(d) Other non-current liabilities	19115.95	20120.75
	(e) Non-current Tax Liabilities (Net)	3310.38	3338.84
	Total Non-current liabilities	154514.62	167956.70
	(2) Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	72105.30	57699.28
	(ii) Trade payables	20859.78	21593.85
	(iii) Other financial liabilities	25428.96	22379.29
	(b) Other current liabilities	11633.30	15953.19
	(c) Provisions	2296.71	4083.21
	(d) Current Tax Liabilities (Net)	472.03	889.64
	Total Current liabilities	132796.08	122598.46
	Total Equity and Liabilities	571995.15	577005.17



