



INDUCTO

STEEL LTD

December 14, 2017

To,
Dept. of Corporate Services
BSE Limited
P.J. Tower, Fort,
Mumbai- 400 001

Sub: Outcome of the meeting of the Board of Directors of Inducto Steels Limited ("the Company") held on December 14, 2017

Ref: Regulation 30 (read with Schedule III- Part A), 33 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Regulations")

**Scrip Code & ID: 532001 & INDCTST
ISIN: INE146H01018**

Dear Sir/Madam,

Kindly note that the Board of Directors of the Company has, in its meeting held today i.e. on Thursday, December 14, 2017 ("said meeting") at 4.00 p.m. at the registered office of the Company situated at 156, Maker Chambers VI, 220, Jamnalal Bajaj Marg, Nariman Point, Mumbai-400021, inter alia, considered and approved the Unaudited Financial Results of the Company for the Quarter and Half Year ended September 30, 2017 for the financial year 2017-18 ("Unaudited Financial Results").

The said meeting concluded at 4.45 p.m.

Further, in reference to the above intimation and pursuant to the applicable provisions of SEBI Regulations, please find enclosed herewith:

- a. The Unaudited Financial Results;
- b. Limited Review Report dated December 14, 2017, issued by the Statutory Auditors of the Company w.r.t. the Unaudited Financial Results and taken on record by the Board of Directors of the Company.

The above is for your information and record.
Please acknowledge receipt of the same.

Thanking you.

Yours faithfully,
For Inducto Steels Limited

A. H. DOSHI

Arpita Doshi
Company Secretary
Encl:a/a



Cc:
Central Depository Services (India)Ltd.
16th& 17th Floor
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai- 400 023

National Securities Depository Limited
Tradeworld, 4th& 5th floors,
Kamala Mills Compound
Lower Parel
Mumbai- 400 013

<p style="text-align: center;">Inducto Steels Ltd CIN No. : L27100MH1988PLC194523 Regd. office - 156, Maker Chambers VI, 220 Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400 021 Website: www.hariyanagroup.com Email: contact@hariyanagroup.com Telephone: +022 - 22043211</p>					
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2017					
Particulars	Quarter Ended			(Rupees in Lakhs)	
	Half Year Ended				
	30th Sept 2017	30th June 2017	30th Sept 2016	30th Sept 2017	30th Sept 2016
Revenue from operations	995.76	1,207.06	-	2,202.82	-
Other income	135.33	8.19	274.69	143.52	425.68
Total Income	1,131.09	1,215.25	274.69	2,346.34	425.68
Expenses					
Cost of materials consumed	911.49	1,107.97	-	2,019.46	-
Purchases of Stock-in-Trade	-	-	-	-	-
Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	-	-	-	-	-
Employee benefits expense	24.65	32.34	3.43	56.99	6.40
Excise Duty	-	126.55	-	126.55	-
Finance costs	11.20	8.08	253.14	19.28	254.83
Depreciation and amortization expense	3.72	3.67	3.63	7.39	7.21
Other expenses	28.02	39.41	10.77	67.43	27.12
Total expenses	979.07	1,318.03	270.96	2,297.10	295.57
Profit/(loss) before exceptional items and tax	152.02	(102.78)	3.73	49.24	130.11
Exceptional Items	-	-	-	-	-
Profit/(loss) before tax	152.02	(102.78)	3.73	49.24	130.11
Tax expense:					
Current tax	15.37	-	(62.23)	15.37	39.78
Deferred tax	(0.44)	0.24	59.29	(0.20)	3.00
Profit (Loss) for the period from continuing operations	137.09	(103.02)	6.67	34.06	87.33
Profit/(loss) from discontinued operations	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-
Profit/(loss) from Discontinued operations (after tax)	-	-	-	-	-
Profit/(loss) for the period	137.09	(103.02)	6.67	34.06	87.33
Other Comprehensive Income					
Items that will not be reclassified to profit or loss	-	-	-	-	-
Income tax relating to items that will not be reclassified to profit and loss account	-	-	-	-	-
Total Comprehensive Income for the period	137.09	(103.02)	6.67	34.06	87.33
Paid-up equity share capital (Face Value of the Share Rs. 10/- each)	401.73	401.73	401.73	401.73	401.73
Earnings per equity share (for continuing operation):					
Basic	3.41	(2.56)	0.17	0.85	2.17
Diluted	3.41	(2.56)	0.17	0.85	2.17
Earnings per equity share (for discontinued operation):					
Basic	-	-	-	-	-
Diluted	-	-	-	-	-
Earnings per equity share (for continuing & discontinued operation):					
Basic	3.41	(2.56)	0.17	0.85	2.17
Diluted	3.41	(2.56)	0.17	0.85	2.17

For Inducto Steels Limited,

Rajeev Shantisarup Reniwal
Chairman
Place: Mumbai
Date: 14.12.2017



Notes :

- 1 The financial results of the quarter ended September 30, 2017 were reviewed by the Audit Committee, and were approved by the Board of Directors at its meeting held on December 14, 2017.
- 2 The Company has adopted IND-AS with effect from 1st April, 2017. Therefore, Ind AS transition date is w.e.f. 1st April 2016 and for that purpose comparative figures of 30th September 2016 is restated. Accordingly, the impact of transition has been provided and figures for that period has been restated. The IND-AS compliant financial results, pertaining to the relevant periods of the previous year have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
- 3 The financial results of the Company have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant Rules thereunder and in terms with regulation 33 of SEBI (LODR) regulations 2015 and SEBI circular dated July 05, 2016. The Company had prepared the reconciliation of net profit for the quarter ended September 2016 and Half Year ended September 2016.

4 Reconciliation of results between previous Indian GAAP and Ind AS

Particulars	(Rs. in Lakhs)	
	Quarter ended 30th Sept 2016	Half Year ended 30th Sept 2016
Profit after tax as per Indian GAAP	(126.64)	79.22
Add / Less Adjustments		
Fair Value of Financial Instrument (Investment in Mutual Fund)	0.01	0.02
Allowance for doubtful debts as per Expected Credit Loss Model (ECL)	192.90	11.70
Deferred Tax on Ind AS Adjustments	(59.61)	(3.62)
Net profit before OCI as per Ind AS	6.67	87.33

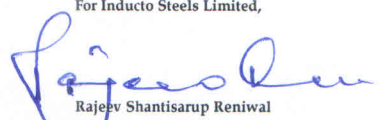
- 5 Post applicability of Goods and Service Tax (GST) w.e.f. 1st July 2017, Revenue from Operations are disclosed net off GST. Accordingly, the Revenue from Operation and Excise Duty expenses for the quarter and half year ended 30th September 2017 are not comparable with the previous periods presented in the results.
- 6 The company has entered into an agreement i.e. Addendum to High Seas Sales Contract on 10th July, 2017 that any foreign exchange gain/ loss which will actually realized and/ or occurred by the seller of ship M V Fern shall be passed on to/ or borne by the company. Consequently, the company has occurred Foreign Exchange Gain amounting Rs. 127 Lakhs during the quarter under review.
- 7 IND AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about geographic areas. The company's operations predominantly relate to enhance business performance. Based on the "Management Approach" as defined in Ind AS 108, the Chief Operating Decision Maker (CODM) evaluates the company's performance and allocates resources based on an analysis of various performance indicators by geographic segments. Accordingly, information has been presented on geographic segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.
Business segments of the company are primarily categorized as: Trading & Investment (Mumbai) and Ship Breaking (Bhavnagar).
- 8 The company has opted to avail the relaxations provided by the Securities and Exchange Board of India, vide its circular dated July 5, 2016. In accordance with the said circular, financial results for the corresponding quarter ended on 30th September 2016 and half year ended on 30th September 2016 are based on information compiled by the management of the company after making necessary adjustments in accordance with Ind AS and have not been subjected to Limited Review or Audit.
- 9 Figures of previous reporting periods have been regrouped/reclassified wherever necessary to correspond with the figures of the current reporting period.



Unaudited Standalone Statement of Assets & Liabilities

(Rupees in Lakhs)	
Particulars	As at 30th September 2017
ASSETS	
Non-current assets	
(a) Property, Plant and Equipment	102.24
(b) Capital work-in-progress	-
(c) Investment Property	-
(d) Goodwill	-
(e) Other Intangible assets	-
(f) Intangible assets under development	-
(g) Biological Assets other than bearer plants	-
(h) Financial Assets	
(i) Investments	289.95
(ii) Trade receivables	-
(iii) Loans	-
(iv) Others (to be specified)	-
(i) Deferred Tax Assets	-
(j) Other non current assets	92.48
Current assets	
(a) Inventories	28.38
(b) Financial Assets	
(i) Investments	-
(ii) Trade Receivable	39.96
(iii) Cash and cash equivalents	21.97
(iv) Bank balances other than (iii) above	-
(v) Loans	45.77
(vi) Others (to be specified)	3,806.12
(c) Current Tax Assets (Net)	-
(d) Other current assets	142.34
TOTAL ASSETS	4,569.21
EQUITY AND LIABILITIES	
Equity	
(a) Equity Share capital	401.73
(b) Other Equity	3,705.39
Non-current liabilities	
(a) Financial Liabilities	
(i) Borrowings	-
(ii) Trade payables	-
(iii) Other financial liabilities	-
(b) Provisions	1.11
(c) Deferred tax liabilities (Net)	11.83
(d) Other non-current liabilities	-
Current liabilities	
(a) Financial Liabilities	
(i) Borrowings	-
(ii) Trade payables	-
(iii) Other financial liabilities (other than those specified in item (c))	415.43
(b) Other current liabilities	14.94
(c) Provisions	3.41
(d) Current Tax Liabilities (Net)	15.37
TOTAL EQUITY AND LIABILITIES	4,569.21

For Inducto Steels Limited,


Rajeev Shantisarup Reniwal
Chairman
Place: Mumbai
Date: 14.12.2017



Unaudited Segment Information					
Particulars	(Amount in Lakhs)				
	Quarter Ended			Half Year Ended	
	30th Sept 2017	30th June 2017	30th Sept 2016	30th Sept 2017	30th Sept 2016
1. Segment Revenue					
(a) Trading & Investment (Mumbai)	-	-	-	-	-
(b) Ship Breaking (Bhavnagar)	995.76	1,207.06	-	2,202.82	-
(c) Unallocated	-	-	-	-	-
Total	-	-	-	-	-
Less: Inter Segment Revenue	-	-	-	-	-
Net Sales/Income from operations	995.76	1,207.06	-	2,202.82	-
2. Segment Results (Profit/(loss) before interest and tax)					
(a) Trading & Investment (Mumbai)	2.46	0.58	269.92	3.03	414.25
(b) Ship Breaking (Bhavnagar)	160.76	-95.28	-13.05	65.48	-29.31
(c) Unallocated	-	-	-	-	-
Total	-	-	-	-	-
Less:	163.22	-94.70	256.86	68.52	384.94
(i) Interest	11.20	8.08	253.14	19.28	254.83
(ii) Other Unallocable Expense	-	-	-	-	-
(iii) Unallocable Income	-	-	-	-	-
Total Profit before taxes	152.02	-102.78	3.73	49.24	130.11
Income Tax Expenses					
(i) Current Tax	15.37	-	-62.23	15.37	39.78
(ii) Deferred Tax	-0.44	0.24	59.29	-0.20	3.00
Profit after Tax	137.09	-103.02	6.67	34.06	87.33
3. Capital Employed (Segment Assets-Segment Liabilities)					
Segment Assets					
(a) Trading & Investment (Mumbai)	4,186.56	4,178.22	4,345.05	4,186.56	4,345.05
(b) Ship Breaking (Bhavnagar)	382.65	1,197.27	295.42	382.65	295.42
(c) Unallocated	-	-	-	-	-
Segment Liabilities					
(a) Trading & Investment (Mumbai)	441.03	500.61	537.92	441.03	537.92
(b) Ship Breaking (Bhavnagar)	21.06	903.81	1.45	21.06	1.45
(c) Unallocated	-	-	-	-	-





P. D. Goplani & Associates

Chartered Accountants

Limited Review Report on Quarterly Standalone Financial Results of Inducto Steel Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors of **INDUCTO STEEL LIMITED**

We have reviewed the unaudited standalone financial results of **INDUCTO STEEL LIMITED** (the "Company") for the quarter ended September 30, 2017. The statement has been prepared by the company pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These quarterly unaudited standalone financial results have been prepared in accordance with the recognition and measurement principle laid down in 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, which are the responsibility of the Company's Management. Our responsibility is to issue a report on these financial statements based on our review.

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

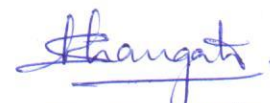
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results, prepared in accordance with applicable Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to the following matters:

- The Company has adopted Ind AS for the financial year commencing from April 1, 2017, and accordingly, the statement has been prepared by the company's management in compliance with Ind AS.
- We were neither engaged to review, nor have we reviewed the comparative figures including reconciliation to net profit for the quarter ended September 30, 2016 and accordingly, we do not express any conclusion on the results in the statement for the quarter ended September 30, 2016. These figures have been furnished by the management.
- We did not review the financial statements of one branch included in the quarterly unaudited standalone financial results and year to date results, whose interim financial statements and other financial information have been reviewed by other auditors whose report has been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such interim financial statements is based solely on the report of such other auditors.

For P. D. Goplani & Associates
Chartered Accountants
FRN: 118023W




CA. Sonam Langalia

Partner

M. No. 154014

Mumbai

December 14, 2017