



# INDUCTO STEEL LTD

July 18, 2017

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

Sub: Audited Financial Results of the Company for the Quarter and Financial Year ended March 31, 2017  
("Annual Financial Results") in revised format as per Schedule III of the Companies Act, 2013

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

Scrip Code & ID: 532001 & INDCTST  
ISIN: INE146H01018

Dear Sir/Madam,

Kindly find enclosed herewith:

- a. Annual Financial Results;
- b. Auditor's Report dated May 30, 2017 issued by the Statutory Auditors of the Company w.r.t. the Annual Financial Results and taken on record by the Board of Directors of the Company; and
- c. Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

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.  
16<sup>th</sup> & 17<sup>th</sup> Floor  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort,  
Mumbai- 400 023

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

# INDUCTO STEEL LIMITED

Registered off.: 156 Maker Chambers VI, 220 Jammalal Bajaj Marg, Nariman Point, Mumbai-400 021.

Tel No: 022-2204 3211 Fax No: 022-2204 3215 Email : contact@hariyanagroup.com

CIN : L27100MH1988PLC194523

## PART I : AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AND YEAR ENDED MARCH 31, 2017

					(in Lacs)	
	Particulars	Quarter Ended			Year Ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	<b>INCOME FROM OPERATIONS</b>					
	Net Sales/Income from operations	1,636.80	665.95	33.64	2,302.75	15,648.79
	Other Income	17.99	4.42	223.32	436.36	824.97
	<b>Total Income from Operations</b>	<b>1,654.79</b>	<b>670.37</b>	<b>256.96</b>	<b>2,739.11</b>	<b>16,473.76</b>
2	<b>EXPENSES</b>					
	a) Cost of Consumption of Raw Materials	1,641.77	686.76	57.03	2,328.53	2,157.45
	b) Purchase of stock - in - trade	-	-	-	-	12,651.21
	c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	411.63
	d) Employee Benefit Expenses	30.54	18.68	5.48	55.62	43.34
	e) Depreciation and Amortization Expenses	3.58	3.63	3.57	14.42	14.38
	f) Other Expenses	61.46	25.67	64.80	114.26	288.17
	<b>TOTAL EXPENSES</b>	<b>1,737.35</b>	<b>734.74</b>	<b>130.88</b>	<b>2,512.83</b>	<b>15,566.18</b>
3	Profit / (Loss) from operations before other income, finance costs and exceptional items	(82.56)	(64.37)	126.08	226.28	907.58
4	Other Income	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items	(82.56)	(64.37)	126.08	226.28	907.58
6	Finance Costs	0.35	(103.15)	488.45	152.03	751.16
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items	(82.91)	38.78	(362.37)	74.25	156.42
8	Exceptional Items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before tax	(82.91)	38.78	(362.37)	74.25	156.42
10	Tax Expenses	(29.55)	12.86	(116.32)	22.48	52.01
11	Net Profit / (Loss) from ordinary activities after tax	(53.36)	25.92	(246.05)	51.77	104.41
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit / (Loss) for the period	(53.36)	25.92	(246.05)	51.77	104.41
14	Share of Profit / (loss) of associates	-	-	-	-	-
15	Minority Interest	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates	(53.36)	25.92	(246.05)	51.77	104.41
17	Paid up equity share capital (Face Value of the share shall be indicated)	401.72 Rs.10 each	401.72 Rs.10 each	401.72 Rs.10 each	401.72 Rs.10 each	401.72 Rs.10 each
18	Reserve excluding Revaluation Reserves	-	-	-	3,599.66	3,547.89
19	Earning Per Share (EPS)					
	- Basic	(1.33)	0.65	(6.12)	1.29	2.60
	- Diluted	(1.33)	0.65	(6.12)	1.29	2.60



# INDUCTO STEEL LIMITED

Reg: Office: 156 Maker Chambers VI, 220 Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400 021.

Segment Information					
Particulars	Quarter Ended			Year Ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>SEGMENT REVENUE</b>					
Revenue from Each Segment					
a) Segment - A - Trading Unit	17.99	4.42	220.67	436.36	13,730.19
b) Segment - B - Shipbreaking Unit	1,636.80	665.95	36.29	2,302.75	2,743.57
<b>REVENUE FROM OPERATIONS</b>	<b>1,654.79</b>	<b>670.37</b>	<b>256.96</b>	<b>2,739.11</b>	<b>16,473.76</b>
<b>SEGMENT RESULTS</b>					
a) Segment - A - Trading Unit	5.20	(0.39)	216.50	407.32	1,060.27
b) Segment - B - Shipbreaking Unit	(87.76)	(63.98)	(90.42)	(181.04)	(152.64)
<b>Total</b>	<b>(82.56)</b>	<b>(64.37)</b>	<b>126.08</b>	<b>226.28</b>	<b>907.58</b>
<u>Less:</u>					
Finance Cost	0.35	(103.15)	488.45	152.03	751.16
Unallocable expenses (net)					
<b>PROFIT BEFORE TAX</b>	<b>(82.91)</b>	<b>38.78</b>	<b>(362.37)</b>	<b>74.25</b>	<b>156.42</b>
<b>SEGMENT CAPITAL EMPLOYED</b>				<b>31.03.2017</b>	<b>31.03.2016</b>
a) Segment - A - Trading Unit				3,729.67	4,913.43
b) Segment - B - Shipbreaking				345.84	(889.69)
<b>Unallocable Assets (net)</b>				<b>4,075.51</b>	<b>4,023.74</b>
<b>Total Capital Employed (net)</b>				<b>4,075.51</b>	<b>4,023.74</b>



**Notes:**

- (i) The above audited Financial results have been reviewed by the Audit Committee and considered & taken on record by the Board of Directors at their meeting held on 30th May 2017.
- (ii) The ship breaking activities of the company are going on full swing (Bhavnagar), but there were fluctuations in the exchange rate of US Dollar vis-à-vis Indian Rupee and steep decrease in prices of Iron and steel products.
- (iii) During the year (F.Y. 2016-17) company has purchased one ship for recycling namely M.V. FERN SUM having tonnage 20046 MT. The cost of ship is Rs.43.76 Crores (appx).
- (iv) There are no investor complaint pending as on 1st January 2017. During the quarter, the Company didn't received any complaints. During the Quarter there is no complaint pending as on 31st March 2017.
- (v) The Statutory Auditors have issued Auditor's Report on the above Financial results.
- (vi) Share of Profit/(Loss) from partnership firms/company for the year is accounted on the basis of provisional annual reports of the firms, Differential share of profit/(loss), if any from audited annual reports of the firms will be accounted in the next financial year.
- (vii) Previous Year's figures have been regrouped/recasted wherever necessary.

Place : Mumbai

Date : 30th May 2017.



By Order of the Board of Directors,

For INDUCTO STEEL LTD.

A handwritten signature in blue ink, appearing to read "Rajeev Reniwal".

(Rajeev Reniwal)

Director

Regd. Office: 156 Maker Chambers VI, 220 Jeebmahal Bag, Marg, Nariman Point, Mumbai - 400 021

# INDUCTO STEEL LIMITED

Registered off.: 156 Maker Chambers VI, 220 Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400 021.

Ph. 022- 2204 3211 Fax: 022-2204 3215 Email: contact@hariyanagroup.com

CIN: L27100MH1988PLC194523

## Audited Statement of Assets and Liabilities as at March 31, 2017

PARTICULARS	Year Ended		Quarter Ended		
	Audited	Audited	Audited	Unaudited	Audited
	31.03.2017	31.03.2016	31.03.2017	31.12.2016	31.03.2016
<b>(A) EQUITY AND LIABILITIES</b>					
1 <b>Shareholder's funds</b>					
a) Share Capital	47,584,540	47,584,540	47,584,540	47,584,540	47,584,540
b) Reserves and Surplus	359,966,184	354,788,718	359,966,184	365,301,977	354,788,718
<b>Shareholder's funds</b>	<b>407,550,724</b>	<b>402,373,258</b>	<b>407,550,724</b>	<b>412,886,517</b>	<b>402,373,258</b>
2 <b>Non-current Liabilities</b>					
a) Long Term Borrowings	-	-	-	-	-
b) Other Long Term Liabilities	-	-	-	-	-
c) Deferred tax Liabilities	1,314,978	1,425,828	1,314,978	1,333,218	1,425,828
<b>Non-current Liabilities</b>	<b>1,314,978</b>	<b>1,425,828</b>	<b>1,314,978</b>	<b>1,333,218</b>	<b>1,425,828</b>
3 <b>Current Liabilities</b>					
a) Short Term Borrowings	-	145,282	-	4,311,833	145,282
b) Trade Payables	212,926,051	1,321,376,369	212,926,051	376,853,782	1,321,376,369
c) Other Current Liabilities	35,491,350	391,171,958	35,491,350	31,047,088	391,171,958
d) Short-Term Provisions	957,583	10,286	957,583	6,263,769	10,286
<b>Current Liabilities</b>	<b>249,374,984</b>	<b>1,712,703,895</b>	<b>249,374,984</b>	<b>418,476,472</b>	<b>1,712,703,895</b>
<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>658,240,686</b>	<b>2,116,502,981</b>	<b>658,240,686</b>	<b>832,696,207</b>	<b>2,116,502,981</b>
<b>(B) ASSETS</b>					
1 <b>Non- current assets</b>					
a) Fixed Assets					
(i) Tangible assets	10,847,589	11,810,979	10,847,589	10,726,908	11,810,979
(ii) Intangible Assets	-	-	-	-	-
	10,847,589	11,810,979	10,847,589	10,726,908	11,810,979
b) Non-Current Investments	27,348,631	524,765,780	27,348,631	26,174,011	524,765,780
c) Long-Term Loans & Advances	9,203,082	8,848,740	9,203,082	11,755,322	8,848,740
<b>Non- current assets</b>	<b>47,399,302</b>	<b>545,425,499</b>	<b>47,399,302</b>	<b>48,656,241</b>	<b>545,425,499</b>
2 <b>Current assets</b>					
a) Inventories	204,784,160	-	204,784,160	368,960,800	-
b) Trade Receivables	9,760,940	1,175,864,234	9,760,940	17,160,965	1,175,864,234
c) Cash & Cash Equivalents	4,902,396	5,235,952	4,902,396	6,967,104	5,235,952
d) Short-Term Loan & Advances	391,371,097	389,972,021	391,371,097	390,951,097	389,972,021
e) Other Current Assets	22,791	5,276	22,791	-	5,276
<b>Current assets</b>	<b>610,841,384</b>	<b>1,571,077,483</b>	<b>610,841,384</b>	<b>784,039,966</b>	<b>1,571,077,483</b>
<b>TOTAL - ASSETS</b>	<b>658,240,686</b>	<b>2,116,502,981</b>	<b>658,240,686</b>	<b>832,696,207</b>	<b>2,116,502,981</b>



# INDUCTO STEEL LIMITED

Registered off.: 156 Maker Chambers VI, 220 Jamnalal Bajaj Marg, Nariman Point, Mumbai - 400 021.

Ph. 022- 2204 3211 Fax: 022-2204 3215 Email: contact@hariyanagroup.com

CIN: L27100MH1988PLC194523

## Audited Statement of Assets and Liabilities as at March 31, 2017

PARTICULARS		Audited As at March 31, 2017	Audited As at March 31, 2016
(A)	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholder's funds</b>		
	a) Share Capital	47,584,540	47,584,540
	b) Reserves and Surplus	359,966,184	354,788,718
	<b>Shareholder's funds</b>	<b>407,550,724</b>	<b>402,373,258</b>
2	<b>Non-current Liabilities</b>		
	a) Deferred tax Liabilities	1,314,978	1,425,828
	<b>Non-current Liabilities</b>	<b>1,314,978</b>	<b>1,425,828</b>
4	<b>Current Liabilities</b>		
	a) Short Term Borrowings	-	145,282
	b) Trade Payables	212,926,051	1,321,376,369
	c) Other Current Liabilities	35,491,350	391,171,958
	d) Short-Term Provisions	957,583	10,286
	<b>Current Liabilities</b>	<b>249,374,984</b>	<b>1,712,703,895</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>658,240,686</b>	<b>2,116,502,981</b>
(B)	<b>ASSETS</b>		
1	<b>Non- current assets</b>		
	a) <b>FIXED ASSETS</b>		
	(i) Tangible assets	10,847,589	11,810,979
	(ii) Intangible Assets	-	-
		10,847,589	11,810,979
	b) Non-Current Investments	27,348,631	524,765,780
	c) Long-Term Loans & Advances	9,203,082	8,848,740
	<b>Non- current assets</b>	<b>47,399,302</b>	<b>545,425,499</b>
2	<b>Current assets</b>		
	a) Inventories	204,784,160	-
	b) Trade Receivables	9,760,940	1,175,864,234
	c) Cash & Cash Equivalents	4,902,396	5,235,952
	d) Short-Term Loan & Advances	391,371,097	389,972,021
	e) Other Current Assets	22,791	5,276
	<b>Current assets</b>	<b>610,841,384</b>	<b>1,571,077,483</b>
	<b>TOTAL - ASSETS</b>	<b>658,240,686</b>	<b>2,116,502,981</b>





**Auditor's Report On Quarterly and Year to Date Financial Results of the  
Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and  
Disclosure Requirements) Regulations, 2015**

To,  
Board of Directors of Inducto Steel Limited

We have audited the quarterly financial results of Inducto Steel Limited ("the company") for the quarter ended March 31, 2017 and the year to date results for the period April 1, 2016 to March 31, 2017, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of Head Office, Mumbai, included in the quarterly financial results and year to date results, whose interim financial statements reflect total assets of Rs. 4555.06 Lacs as at March 31, 2017 and as well as the total revenue of Rs. 455.92 Lacs as at March 31, 2017 respectively. These interim financial statements and other financial information have been audited by other auditors whose reports have 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.

In our opinion and to the best of our information and according to the explanations given to us, *except as stated in Annexure I*, these quarterly financial results as well as the year to date results:

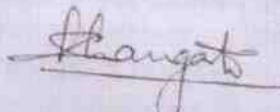


Office :

A/104-105, Leela Eface, Nr. Aksharwadi, Road, Bhavnagar-364002. (Gujarat) Ph. : 0278-2570105 / 106  
E-mail : pdgoplani@gmail.com / pram.goplani@rediffmail.com

- (i) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2017 as well as the year to date results for the period from April 1, 2016 to March 31, 2017.

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



CA. Sonam Langalia  
Partner  
M. No. 154014



Bhavnagar  
May 30, 2017

## Annexure I

### Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures as reported after adjusting for qualifications)
			(Rs. in Lakhs)	(Rs. in Lakhs)
	1.	Turnover / Total income	2739.13	2739.13
	2.	Total Expenditure	2664.88	2664.88
	3.	Net Profit/(Loss)	51.77	51.77
	4.	Earnings Per Share	1.29	1.29
	5.	Total Assets	6582.41	6582.41
	6.	Total Liabilities	2506.90	2506.90
	7.	Net Worth	4075.51	4075.51
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II. Audit Qualification (each audit qualification separately):				
	a.	Details of Audit Qualification: Non provision for Gratuity and long term employee Benefit as per AS-15.		
	b.	Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion		
	c.	Frequency of qualification: Whether appeared first-time / repetitive / since how long continuing		
	d.	For Audit Qualification where the impact is quantified by the auditor, Management's Views: -		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
		i. Management's estimation on the impact of audit qualification: Nil		
		ii. If management is unable to estimate the impact, reasons for the same:		
		The Management is of the opinion that since none of the employees of the company were in continuous service of more than 5 years. Thus, need of making provision for gratuity does not arise. However, if payment on account of Gratuity arises due to happening of any incidence as provided under the applicable provisions of law the same will be accounted as and when incurred and payment under pension act is not applicable to the company.		
		iii. Auditors' Comments on (i) or (ii) above:		
		In our opinion and to the best of our Information and according to the explanations given to us, the amount of qualification made could not be ascertained in the absence of actuarial valuation.		

III.	Signatories:	
	• CEO/Managing Director	 
	• CFO	 
	• Audit Committee Chairman	 
	• Statutory Auditor	 