



VISA Steel Limited

(CIN : L51109OR1996PLC004601)

Tel : +91 33 3011 9000
Fax : +91 33 3011 9006
cs@visasteel.com

6 August 2018

| | |
|---|--|
| BSE Limited 25 Floor P J Towers Dalal Street, Mumbai 400 001 <u>BSE Scrip Code: 532721</u> | National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block Bandra – Kurla Complex, Bandra (E) Mumbai 400 051 <u>NSE SYMBOL: VISASTEEL</u> |
|---|--|

Sub: Outcome of the Board Meeting - Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir / Madam,

Please be informed that the Board of Directors of the Company at its Meeting held on 6 August 2018 has inter-alia:

- I. Approved, pursuant to the Regulations 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Standalone Unaudited Financial Results of the Company for the Quarter ended 30 June 2018, duly reviewed by the Statutory Auditors along with the copy of Limited Review Report of the Company for the Quarter ended 30 June 2018, issued by them. The Company shall submit Standalone Unaudited Financial Results for the remaining quarters/ half year of Financial Year 2018-2019.
- II. Approved reappointment of Mr. Manoj Kumar, Wholetime Director designated as Director (Kalinganagar) (DIN 06823891) for a period of 3 years w.e.f. 15 September 2018, subject to necessary approvals as may be applicable. Mr. Manoj Kumar, 52 years, is a Mechanical Engineer from BIT Mesra, Ranchi. He is also designated as COO. He is not related with the directors of the Company.
- III. Appointed Mr. Ranjan Kumar Jindal as the Chief Financial Officer (Key Managerial Personnel) of the Company with effect from 6 August 2018. Mr. Ranjan Kumar Jindal holds a Bachelor of Commerce (Hons) degree from St. Xavier's College, Kolkata and is a Chartered Accountant from Institute of Chartered Accountants of India.



- IV. Reviewed the status of the Scheme of Amalgamation between the Company and VISA Special Steel Limited and its respective Shareholders & Creditors and extended its validity up to 31 March 2019.
- V. Approved that the 22nd Annual General Meeting (AGM) of the Company shall be held on 29 September 2018. A copy of the notice convening the said AGM will be sent in due course, as per the applicable provisions of Companies Act, 2013 and SEBI Guidelines.
- VI. Approved that the Register of Members & Share Transfer Books of the Company will remain closed from 22 September 2018 to 29 September 2018 (both days inclusive) for the purpose of the 22nd AGM of the Company.

Further, the Meeting commenced at 1200 Hours and concluded at 1600 Hours.

This is for your information and record.

Thanking You,
For VISA Steel Limited

Sudhir K Banthiya

Sudhir Kumar Banthiya
Company Secretary &
Compliance Officer

F/8460





VISA Steel Limited

(CIN : L51109OR1996PLC004601)

Tel : +91 33 3011 9000

Fax : +91 33 3011 9006

cs@visasteel.com

6 August 2018

| | |
|---|---|
| BSE Limited 25 Floor P J Towers Dalal Street, Mumbai 400 001 | National Stock Exchange of India Limited Exchange Plaza, Plot No. C/1, G Block Bandra – Kurla Complex, Bandra (E) Mumbai 400 051 |
| <u>BSE Scrip Code: 532721</u> | <u>NSE SYMBOL: VISASTEEL</u> |

Sub: **Corrigendum**

Dear Sir / Madam,

This has reference to our letter dated 6 August 2018 having subject "Outcome of the Board Meeting - Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015".

In this regard, please read Amalgamation as Arrangement in point IV of the above referred letter.

This is for your information and record.

Thanking You,
For VISA Steel Limited

Sudhir Kumar Banthiya

Sudhir Kumar Banthiya
Company Secretary &
Compliance Officer

F/8460



Limited Review Report on Unaudited Quarterly Standalone Financial Results of VISA Steel Limited for the quarter ended June 30, 2018 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

To,
The Board of Directors
VISA Steel Limited
VISA House
8/10, Alipore Road
Kolkata - 700027

1. We have reviewed the accompanying unaudited quarterly standalone financial results of M/s. VISA Steel Limited ("the Company") for the quarter ended June 30, 2018 together with the notes thereon ("the statement") attached herewith. The statement is being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, and has been initialed by us for identification purpose. Attention is drawn to the fact that figures for the three months period ended March 31, 2018 as reported in the accompanying unaudited quarterly standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures upto the end of the third quarter of the previous financial year. The figures up to the end of the third quarter of the previous financial year had only been reviewed and not subjected to audit.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on August 06, 2018 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 there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. 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," specified under Section 143 (10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the 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.

Basis of qualified conclusion

4. We draw attention to Note 4 of the accompanying statement with regard to non-recognition of interest expense on the borrowings of the company. The accumulated interest not provided as on June 30, 2018 is Rs. 86,267.25 lakhs (including Rs. 38,409.60 lakhs for FY 2016-17, Rs. 38,745.50 lakhs for FY 2017-18 and Rs. 9,112.15 lakhs for Quarter 1 of FY 2018-19) which is not in accordance with the requirement of Ind AS 23: 'Borrowing Cost' read with Ind AS 109: 'Financial Instruments'.



Had the aforesaid interest expense been recognized, finance cost for the quarter ended June 30, 2018 would have been Rs. 9,631.23 lakhs instead of the reported amount of Rs. 519.08 lakhs. Total expenses for the quarter ended June 30, 2018 would have been Rs. 52,801.69 lakhs instead of the reported amount of Rs. 43,689.54 lakhs. Net loss after tax for the quarter ended June 30, 2018 would have been Rs. 11,897.89 lakhs instead of the reported amount of Rs. 2,785.74 lakhs. Total Comprehensive Income for the quarter ended June 30, 2018 would have been Rs. (11,893.01) lakhs instead of the reported amount of Rs. (2,780.86) lakhs and Loss per share for the quarter ended June 30, 2018 would have been Rs. 10.28 instead of the reported amount of Rs. 2.41.

The above reported interest has been calculated using Simple Interest rate.

Qualified Conclusion

5. Based on our review conducted as above, except for the matter described in the Basis of Qualified Conclusion paragraph 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 the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by 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.
6. We draw your attention to the following matters:
 - (a) Note 3 to the statement regarding the preparation of the statement on going concern basis. The Company has accumulated losses and has also incurred losses during the quarter ended June 30, 2018. As on date, the Company's current liabilities exceeded its current assets and the Company's net worth has also been eroded. 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.
 - (b) The revised comparative standalone financial results of the Company for the quarter ended June 30, 2017 has been prepared after giving accounting impact of amalgamation of VISA BAO Limited (subsidiary of the Company) with the company as per NCLT order dated October 12, 2017. This revised statement was prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 and were reviewed by the predecessor auditor who expressed qualified opinion vide their report dated November 13, 2017.

Our conclusion is not qualified in respect of these matters.



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

Navindra Kumar Surana
Navindra Kumar Surana
Partner
Membership No. 53816

Place: Kolkata

Date: August 06, 2018

VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

Website: www.visasteel.com

Email ID for registering Investor Grievances: investors@visasteel.com

Statement of Standalone Unaudited Financial Results for the Quarter Ended 30 June 2018

(Rs in Lakhs Except EPS)

| Sr. No. | Particulars | Quarter Ended | | Year Ended | |
|---------|---|-------------------|-------------------|-------------------|--------------------|
| | | 30 June 2018 | 31 March 2018 | 30 June 2017 | 31 March 2018 |
| | | Unaudited | Audited | Unaudited | Audited |
| I | Revenue From operations | 40,384.31 | 44,196.08 | 42,983.20 | 163,155.20 |
| II | Other Income | 519.49 | 144.42 | 812.69 | 2,219.56 |
| III | Total Income (I +II) | 40,903.80 | 44,340.50 | 43,795.89 | 165,374.76 |
| IV | Expenses | | | | |
| | Cost of materials consumed | 28,213.86 | 27,908.90 | 28,583.50 | 105,257.44 |
| | Purchases of Stock-in-Trade | 0.01 | 3.94 | 192.90 | 219.68 |
| | Changes in inventories of finished goods, Stock-in-Trade and work-in-progress | (158.28) | 150.72 | 264.40 | 4,650.46 |
| | Excise Duty | - | - | 2,875.10 | 2,875.13 |
| | Employee benefit expense | 1,797.49 | 1,858.70 | 1,871.07 | 7,415.15 |
| | Finance costs | 519.08 | 721.11 | 513.06 | 2,733.40 |
| | Depreciation and amortization expense | 3,327.90 | 3,271.22 | 3,785.08 | 14,087.36 |
| | Other expenses | 9,989.48 | 13,152.28 | 10,635.49 | 42,697.90 |
| | Total expenses (IV) | 43,689.54 | 47,066.87 | 48,720.60 | 179,936.52 |
| V | Profit/(Loss) before exceptional items and tax (III-IV) | (2,785.74) | (2,726.37) | (4,924.71) | (14,561.76) |
| VI | Exceptional items | - | - | - | - |
| VII | Profit/(Loss) before tax (V-VI) | (2,785.74) | (2,726.37) | (4,924.71) | (14,561.76) |
| VIII | Tax Expenses | - | - | - | - |
| IX | Profit/(Loss) for the period (VII-VIII) | (2,785.74) | (2,726.37) | (4,924.71) | (14,561.76) |
| X | Other comprehensive income, Net of Income Tax | | | | |
| | A (i) Items that will not be reclassified to profit or loss | 4.88 | 37.02 | (5.80) | 19.52 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | - | - | - |
| | B (i) Items that be reclassified to Profit and Loss | - | - | - | - |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | - | - | - | - |
| XI | Total Comprehensive Income for the period (IX+X) | (2,780.86) | (2,689.35) | (4,930.51) | (14,542.24) |
| XII | Paid up equity Share Capital (face value of Rs.10/- each) | 11,578.95 | 11,578.95 | 11,000.00 | 11,578.95 |
| XIII | Other Equity | | | | (90,914.50) |
| XIV | Earnings per equity share (of Rs.10/- each) | | | | |
| | 1) Basic | (2.41) | (2.35) | (4.48) | (12.94) |
| | 2) Diluted | (2.41) | (2.35) | (4.48) | (12.94) |

Handwritten signature



VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

Website: www.visasteel.com

Email ID for registering Investor Grievances: investors@visasteel.com

Standalone Segment Wise Revenue, Results, Assets and Liabilities. For the Quarter Ended 30 June 2018 (Refer Note 2 below)

(Rs. In Lakhs)

| Sl. No. | Particulars | Quarter Ended | | Year Ended | |
|--|-------------------|-------------------|-------------------|--------------------|---------------|
| | | 30 June 2018 | 31 March 2018 | 30 June 2017 | 31 March 2018 |
| | | Unaudited | Audited | Unaudited | Audited |
| 1) Segment Revenue | | | | | |
| a) Special Steel | 16,931.14 | 17,895.58 | 23,669.37 | 79,831.27 | |
| b) Ferro Alloys | 23,994.98 | 26,889.62 | 20,262.26 | 86,326.36 | |
| Total | 40,926.12 | 44,785.20 | 43,931.63 | 166,157.63 | |
| Less: Inter-Segment Revenue | 541.81 | 589.12 | 948.43 | 3,002.43 | |
| Net Sales / Income From Operations | 40,384.31 | 44,196.08 | 42,983.20 | 163,155.20 | |
| 2) Segment Results | | | | | |
| Profit / (Loss) before tax and interest from Each segment | | | | | |
| a) Special Steel | (1,399.06) | (1,926.57) | (3,377.32) | (11,598.23) | |
| b) Ferro Alloys | (759.25) | 225.43 | (279.83) | 1,664.72 | |
| Total | (2,158.31) | (1,701.14) | (3,657.15) | (9,933.51) | |
| Less: i) Finance costs | 519.08 | 721.11 | 513.06 | 2,733.40 | |
| ii) Other Un-allocable Expenditure (Net off Un-allocable Income) | 108.35 | 304.12 | 754.50 | 1,894.85 | |
| Total Profit / (Loss) Before Tax | (2,785.74) | (2,726.37) | (4,924.71) | (14,561.76) | |
| 3) Segment Assets | | | | | |
| a) Special Steel | 196,503.20 | 195,584.34 | 208,712.66 | 195,584.34 | |
| b) Ferro Alloys | 104,278.94 | 108,140.57 | 110,515.15 | 108,140.57 | |
| c) Unallocated | 49,030.32 | 51,557.13 | 62,363.21 | 51,557.13 | |
| Total Assets | 349,812.46 | 355,282.04 | 381,591.02 | 355,282.04 | |
| 4) Segment Liabilities | | | | | |
| a) Special Steel | 9,044.93 | 7,347.63 | 20,305.99 | 7,347.63 | |
| b) Ferro Alloys | 3,872.94 | 5,213.03 | 25,801.54 | 5,213.03 | |
| c) Unallocated | 419,011.02 | 422,056.93 | 405,207.78 | 422,056.93 | |
| Total Liabilities | 431,928.89 | 434,617.59 | 451,315.31 | 434,617.59 | |

Ull



VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

Website: www.visasteel.com

Email ID for registering Investor Grievances: investors@visasteel.com

Notes :

- 1 The above standalone unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 6 August 2018. The statutory auditors have conducted the limited review of the above standalone unaudited financial results.
- 2 The Company has identified reportable business segments namely "Special Steel" and "Ferro Alloys" and has disclosed segment information accordingly.
- 3 The Company has incurred net loss during the quarter ended 30 June 2018 and the current liabilities exceeded the current assets as on 30 June 2018 which has adversely impacted the net worth of the Company. The Company's financial performance has been adversely affected due to non-availability of working capital for operations and other external factors beyond the Company's control. It is expected that the overall financial health of the Company would improve considerably after debt resolution and improvement in availability of working capital. Accordingly, the Company has prepared the financial results on the basis of going concern assumption. The statutory auditors have also drawn attention to the above matter without qualifying their observation in their Review Report.
- 4 The majority of lenders have stopped charging interest on debts, since the dues from the Company have been categorised as Non-Performing Asset. The Company has stopped providing interest accrued and unpaid effective 1 April 2016 in its books. The amount of interest expenses not provided for is estimated at Rs. 9,112.15 Lakhs for the quarter ended 30 June 2018 and the same has not been considered for compilation of results of the said quarter. The accumulated interest not provided as on 30 June 2018 is estimated at Rs 86,267.25 Lakhs. The Statutory Auditors have qualified their Review Report in respect of this matter.
- 5 Revenue from operations for the current quarter ended 30 June 2018 is not comparable with quarter ended 30 June 2017, since sales in current quarter is net of GST whereas sales in corresponding quarter in previous year was gross of excise duty.
- 6 The figures for the quarter ended 31 March 2018 is the balancing figures between the audited figures in respect of the full financial year ended 31 March 2018 and the unaudited published figures up to nine months ended 31 December 2017.
- 7 Previous periods figures have been regrouped / rearranged wherever necessary.

Date: 6 August 2018
Place: Kolkata



By Order of the Board
For VISA Steel Limited

Vishal Agarwal
Vice Chairman and Managing Director