

12 February 2020

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

Sub: Outcome of 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 Wednesday, 12 February 2020 has *inter-alia*:

1. Approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and nine months ended 31 December 2019, in the specified format along with the Limited Review Report of Statutory Auditor's, pursuant to the provisions of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.


The Copy of Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and nine months ended 31 December 2019, in the specified format along with the Limited Review Report of Statutory Auditor's is enclosed.

The Meeting commenced at 1230 Hours and concluded at 1825 Hours.

This is for your information.

Thanking You,

For VISA Steel Limited


Sudhir Kumar Banthiya
Company Secretary &
Compliance Officer
F8460



Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Standalone Financial Results of VISA Steel Limited pursuant to regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, as amended.

To,
The Board of Directors,
VISA Steel Limited
VISA HOUSE
8/10 Alipore Road
Kolkata – 700 027

1. We have reviewed the accompanying statement of unaudited standalone financial results of **M/s. VISA Steel Limited** ('the Company') for the quarter ended December 31, 2019 and year to date from April 01 to December 31, 2019 together with notes thereon (herein after referred to as 'the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulation) as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular') and has been initialed by us for identification purpose.

Management's Responsibility for the standalone financial results

2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on February 12, 2020 has been prepared in accordance with the recognition and measurement principles laid down in the 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.

Auditor's Responsibility

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 enquiries 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 December 31, 2019 is Rs.55,765.26 lakhs (including Rs.14,596.89 lakhs for FY-2016-17, Rs.15,522.85 lakhs for FY-2017-18, Rs.14,654.64 lakhs for FY-2018-19, Rs.3,647.56 lakhs and Rs.10,990.88 lakhs for the quarter and nine months ended December 31, 2019 respectively) 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 for the period been recognized, finance cost for the quarter and nine months ended December 31, 2019 would have been Rs.4,094.09 lakhs and Rs.12,213.05 lakhs instead of the reported amount of Rs.446.53 lakhs and Rs.1,222.17 lakhs respectively. Total expenses for the quarter and nine months ended December 31, 2019 would have been Rs.13,938.23 lakhs and Rs.47,151.99 lakhs instead of the reported amount of Rs.10,290.67 lakhs and Rs.36,161.11 lakhs respectively. Net loss after tax for the quarter and nine months ended December 31, 2019 would have been Rs.5,577.99 lakhs and Rs.17,564.77 lakhs instead of the reported amount of Rs.1,930.43 lakhs and Rs.6,573.89 lakhs respectively. Total Comprehensive Income for the quarter and nine months ended December 31, 2019 would have been Rs.(5,591.99) lakhs and Rs.(17,584.67) lakhs instead of the reported amount of Rs.(1,944.43) lakhs and Rs.(6,593.79) lakhs and Loss per share for the quarter and nine months ended December 31, 2019 would have been Rs.4.82 and Rs.15.17 instead of the reported amount of Rs.1.67 and Rs.5.68 respectively.

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 the Regulation, as amended, read with the Circular, 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) **Material Uncertainty Relating to Going Concern**

Note 3 to the Statement regarding the preparation of the statement on going concern basis, for the reason stated therein. The Company has accumulated losses and has also incurred losses during the quarter and nine months ended December 31, 2019. As on date, the Company's current liabilities are substantially higher than its current assets and the Company's net worth has also been fully eroded after considering unprovided interest. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern. However, the assets and liabilities are still being carried at their book value and no impairment of its non-current assets has been done. The appropriateness of assumption of going concern, and evaluation of recoverable value of its non-current assets is critically dependent upon the debt resolution of the Company which is under process, the Company's ability to raise requisite finance, generate cash flows in future to meet its obligations and to earn profits in future.



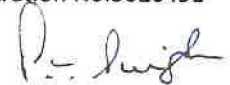
- b) Refer Note 7 to the Statement regarding accounting for transfer of Special Steel Undertaking, pursuant to the Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal vide its order dated July 8, 2019, all the assets and liabilities of the Special Steel Undertaking of Visa Steel Limited ("transferor Company" or "the Company") has been transferred to and vested in the Visa Special Steel Limited, ("transferee Company") at their respective book values on a going concern basis from April 1, 2013 being the appointed date. Effective date of the scheme is July 13, 2019 being the date on which certified copy of the order sanctioning the said scheme is filed with Registrar of Companies, Cuttack.

To give the impact of the scheme the Standalone Financial Statement of the Company for the year ended March 31, 2019 were revised and the same were approved by the Board of Directors in their meeting held on October 18, 2019 and audited by us on which we have issued our audit report dated October 18, 2019. Accordingly the financial results / financial information for the quarter and nine months ended December 2 018 as set out in the Statement has been prepared by the management of the Company after giving the impact of transfer of the Special Steel Undertaking of the Company to Visa Special Steel Limited and have not been reviewed by us.

Subsequent to the reporting date, i.e on January 17, 2020, Hon'ble Supreme Court of India vide its ex-parte order in Civil Appeal No. 56 of 2020 filed by State Bank of India has ordered issuance of notice and in the meanwhile stayed the aforesaid NCLT order has already been implemented by the Company hence above results (including comparative periods) are after giving the impact of Scheme of arrangement.

Our conclusion is not qualified in respect of above matters.

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



(Pradeep Kumar Singhi)
Partner
Membership No. 50773
UDIN:20050773AAAAAB7658



Place: Kolkata
Dated: February 12, 2020

VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

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

Phone: (+91-674) 255 2479, Fax: (+91-674) 255 4661

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

Phone: (+91-33) 3011 9000, Fax: (+91-33) 3011 9002

website: www.visasteel.com

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

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months Ended 31 December 2019

(Rs in Lakhs Except EPS)

Sl. No.	Particulars	Quarter Ended			Nine Months Ended		Year ended
		31 December	30 September	31 December	31 December	31 December	31 March
		2019	2019	2018	2019	2018	2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from operations	7,113.98	7,145.85	19,195.61	26,862.62	64,270.12	81,532.50
II	Other Income	1,246.26	1,071.64	411.71	2,724.60	1,370.72	1,531.91
III	Total Income (I + II)	8,360.24	8,217.49	19,607.32	29,587.22	65,640.84	83,064.41
IV	Expenses						
	Cost of materials consumed	4,536.28	3,915.05	13,648.21	16,276.02	40,567.41	50,475.48
	Purchases of Stock-in-Trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	153.46	530.53	(246.89)	792.92	165.06	1,642.84
	Employee benefit expense	682.98	724.72	908.72	2,165.62	2,475.82	3,476.53
	Finance costs	446.53	428.11	425.06	1,222.17	1,237.97	1,312.25
	Depreciation and amortization expense	1,240.33	1,234.66	1,147.33	3,622.03	3,432.27	4,554.12
	Other expenses	3,231.09	3,898.57	6,890.22	12,082.35	22,519.70	28,219.45
	Total expenses (IV)	10,290.67	10,731.64	22,772.65	36,161.11	70,398.23	89,680.67
V	Profit/(Loss) before exceptional items and tax (III-IV)	(1,930.43)	(2,514.15)	(3,165.33)	(6,573.89)	(4,757.39)	(6,616.26)
VI	Exceptional items	-	-	-	-	-	-
VII	Profit/(Loss) before tax (V-VI)	(1,930.43)	(2,514.15)	(3,165.33)	(6,573.89)	(4,757.39)	(6,616.26)
VIII	Tax Expenses	-	-	-	-	-	-
IX	Profit / (Loss) for the period (VII-VIII)	(1,930.43)	(2,514.15)	(3,165.33)	(6,573.89)	(4,757.39)	(6,616.26)
X	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	(14.00)	(2.90)	4.88	(19.90)	14.64	(11.80)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XI	Total Comprehensive Income for the period (IX+X)	(1,944.43)	(2,517.05)	(3,160.45)	(6,593.79)	(4,742.75)	(6,628.06)
XII	Paid up equity Share Capital (face value of Rs.10/- each)	11,578.95	11,578.95	11,578.95	11,578.95	11,578.95	11,578.95
XIII	Other Equity						486.22
XIV	Earnings per equity share (of Rs. 10/- each)						
	1) Basic	(1.67)	(2.17)	(2.73)	(5.68)	(4.11)	(5.71)
	2) Diluted	(1.67)	(2.17)	(2.73)	(5.68)	(4.11)	(5.71)



VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

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

Phone: (+91-674) 255 2479, Fax: (+91-674) 255 4661

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

Phone: (+91-33) 3011 9000, Fax: (+91-33) 3011 9002

Website: www.visasteel.com

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

Notes :

- 1 The above financial results of the Company were reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on 12 February 2020. The Statutory auditors have conducted the limited review of the above Standalone unaudited financial results.
- 2 The Company is in the business of manufacturing of Ferro Alloys and hence has only one reportable operating segment as per Ind AS 108 "Operating Segments".
- 3 The Company has incurred net loss during the quarter and nine months ended 31 December 2019 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 including high prices of raw materials during e-auction in comparison to the product prices. It is expected that the overall financial health of the Company would improve 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 amount of interest expenses not provided for is estimated at Rs. 3,647.56 Lakhs for the quarter ended 31 December 2019 and the accumulated interest not provided as on 31 December 2019 is estimated at Rs. 55,765.26 Lakhs. The statutory auditors have qualified their Review Report in respect of this matter.
- 5 The Taxation laws (Amendment) Ordinance 2019 was promulgated on 20 September 2019. The Ordinance amends the Income Tax Act 1961 and the Finance Act 2019. The Ordinance provides domestic companies with an option to opt for lower tax rates, subject to certain provisions. The company is in the process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of these results.
- 6 Effective from 1 April 2019, the Company has adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1 April 2019 using the modified retrospective method along with the transition option to recognize Right-of-Use asset (ROU) at an amount equal to the lease liability at Rs. 941.97 lakhs. However, comparatives for the quarter and nine months ended 31 December 2018 and year ended 31 March 2019 have not been retrospectively adjusted. The effect of this adoption is not material on the profitability for the period and earnings per share.
- 7 Pursuant to sanction of the Scheme of Arrangement by National Company Law Tribunal, Cuttack bench vide Order dated 8 July 2019 (NCLT Order), the Company's Special Steel Undertaking stands transferred to and vested in VISA Special Steel Limited effective from 13 July 2019 upon filing the certified copy of the Order with Registrar of Companies, Cuttack. Accordingly, the financial results for all the previous periods have been revised to give effect of the Scheme of Arrangement.
The Hon'ble Supreme Court vide its ex-parte order dated 17 January 2020 in Civil appeal (C) No. 56 of 2020 has ordered issuance of Notice and in the meanwhile stayed the aforesaid NCLT Order. State Bank of India has communicated the said order obtained ex-parte vide letter dated 20 January 2020 which has been received by the Company on 24 January 2020.
The NCLT Order is already implemented by the Company, and the Company is accordingly dealing with the aforesaid Civil Appeal in consultation with its Advocates.
- 8 Previous periods figures have been regrouped / rearranged wherever necessary.

Date: 12 February 2020

Place: Kolkata



For VISA Steel Limited

Vishal Agarwal
Vice Chairman & Managing Director
DIN 00121539

Independent Auditor's Report on Unaudited Quarterly and Year to Date Consolidated Financial Results of VISA Steel Limited pursuant to regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, as amended.

To,
The Board of Directors,
VISA Steel Limited
VISA HOUSE
8/10 Alipore Road
Kolkata –700 027

1. We have reviewed the accompanying unaudited consolidated financial results of **M/s. VISA Steel Limited**(hereinafter referred to as the "Parent Company") and its subsidiaries (the Parent Company and its subsidiaries together referred to as "the Group"), and its joint venture (refer Paragraph 6 for the list of subsidiaries and joint ventures included in the statement) for the quarter ended December 31, 2019 and year to date from April 01 to December 31, 2019 together with notes thereon (herein after referred to as 'the Statement'), attached herewith, being submitted by the Parent Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular') and has been initialed by us for identification purpose. Attention is drawn to the fact that the comparative figures for the quarter and nine months ended December 31, 2018 included in these Unaudited Consolidated Statement of Financial Results for the quarter and nine months ended December 31, 2019 have been reviewed by the Audit Committee of the Parent Company and approved by the Parent Company's Board of Directors at their respective meetings held on February 12, 2020, but have not been subjected to our review.

Management's Responsibility for the consolidated financial results

2. This Statement, which is the responsibility of the Parent Company's Management and has been approved by the Parent Company's Board of Directors in their meeting held on February 12, 2020 has been prepared in accordance with the recognition and measurement principles laid down in the 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.

Auditor's Responsibility

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 enquiries of Parent Company's 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. We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Regulations, as amended, to the extent applicable.



Basis of Qualified Conclusion

4. We draw attention to Note 5 of the accompanying statement with regard to non-recognition of interest expense on the borrowings of the Parent Company. The accumulated interest not provided as on December 31, 2019 is Rs.1,41,413.96 lakhs (including Rs.38,409.60 lakhs for FY-2016-17, Rs.38,745.50 lakhs for FY-2017-18, Rs.36,672.68 lakhs for FY-2018-19, Rs.9,149.88 lakhs and Rs.27,586.18 lakhs for the quarter and nine months ended December 31, 2019 respectively) 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 for the period been recognized, finance cost for the quarter and nine months ended December 31, 2019 would have been Rs.9,618.03 lakhs and Rs.23,099.76 lakhs instead of the reported amount of Rs.468.15 lakhs and Rs.1,513.58 lakhs respectively. Total expenses for the quarter and nine months ended December 31, 2019 would have been Rs.28,341.56 lakhs and Rs.91,115.07 lakhs instead of the reported amount of Rs.19,191.68 lakhs and Rs.63,528.89 lakhs respectively. Net loss after tax for the quarter and nine months ended December 31, 2019 would have been Rs.14,281.67 lakhs and Rs.42,712.06 lakhs instead of the reported amount of Rs.5,131.79 lakhs and Rs.15,125.88 lakhs respectively. Total Comprehensive Income for the quarter and nine months ended December 31, 2019 would have been Rs.(14,284.62) lakhs and Rs.(42,720.91) lakhs instead of the reported amount of Rs.(5,134.74) lakhs and Rs.(15,134.73) lakhs and Loss per share for the quarter and nine months ended December 31, 2019 would have been Rs.12.33 and Rs.36.89 instead of the reported amount of Rs.4.43 and Rs.13.06 respectively.

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 consolidated 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, as amended, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The statement includes the results of the following entities:

Subsidiary Companies

- Kalinganagar Special Steel Private Limited (KSSPL)
- Kalinganagar Chrome Private Limited (KCPL)
- VISA Ferro Chrome Limited (VFCL), a wholly owned subsidiary of KSSPL
- VISA Special Steel Limited (VSSL), a wholly owned subsidiary of VFCL

Joint Ventures

VISA Urban Infra Limited

7. We draw attention to the following matters:

a) Material Uncertainty Relating to Going Concern

Note 4 to the statement regarding the preparation of the statement on going concern basis, for the reason stated therein. The Parent Company and its subsidiaries (the Group) has accumulated losses and has also incurred losses during the quarter and nine months ended December 31, 2019. As on date, the Group's current liabilities are substantially higher than its current assets and the Group's net worth has also been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Group's ability to continue as going concern. However, the assets and liabilities are still being carried at their book value and no impairment of its non-current assets has been done. The appropriateness of assumption of going concern, and evaluation of recoverable value of its non-current assets is critically dependent upon the debt resolution of the Group which is under process, the Group's ability to raise requisite finance, generate cash flows in future to meet its obligations and to earn profits in future.



- b) **Note 8 to the Statement regarding accounting for transfer of Special Steel Undertaking**, pursuant to the Scheme of Arrangement ("the scheme") approved by the National Company Law Tribunal vide its order dated July 8, 2019, all the assets and liabilities of the Special Steel Undertaking of Visa Steel Limited ("the transferor Company" or "the Company") has been transferred to and vested in the Visa Special Steel Limited, ("wholly owned step down subsidiary" or "the transferee Company") at their respective book values on a going concern basis from April 1, 2013 being the appointed date. Effective date of the scheme is July 13, 2019 being the date on which certified copy of the order sanctioning the said scheme is filed with Registrar of Companies, Cuttack.

To give the impact of the scheme the Consolidated Financial Statement of the Company for the year ended March 31, 2019 were revised and the same were approved by the Board of Directors in their meeting held on October 18, 2019 and audited by us on which we have issued our audit report dated October 18, 2019. Accordingly the financial results / financial information for the quarter and nine months ended December 2018 as set out in the Statement has been prepared by the management of the Company after giving the impact of transfer of the Special Steel Undertaking of the Company to Visa Special Steel Limited and have not been reviewed by us.

Subsequent to the reporting date, i.e on January 17, 2020, Hon'ble Supreme Court of India vide its ex-parte order in Civil Appeal No. 56 of 2020 filed by State Bank of India has ordered issuance of notice and in the meanwhile stayed the aforesaid NCLT order has already been implemented by the Group. Hence above results (including comparative periods) are after giving the impact of Scheme of arrangement.

Our conclusion is not qualified in respect of above matters.

8. We did not review the financial information / financial results of two subsidiaries whose financial information / financial results, which have not been reviewed by their auditors, reflect total revenue of Rs. Nil and total comprehensive income of Rs.(0.32) lakhs and Rs.(0.48) lakhs (comprising loss and other comprehensive income) as considered in the statement for the quarter and nine months ended December 31, 2019 respectively. The statement also includes the Group's share of net loss of Rs. 0.14 lakhs for the period April 01 2019 to December 31, 2019, in respect of one joint venture, which have not been reviewed by their auditors, and whose financial information / financial result have not been reviewed by us. These Financial Statements have been certified by the management of the respective company and provided to us by the Parent Company's Management. According to the information and explanation given to us by the Parent Company's Management, these financial information / financial results are not material to the Group. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the above subsidiary and joint venture, is based solely on the financial information / financial results certified by the management and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not qualified in respect of above matters.

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



(Pradeep Kumar Singhi)
Partner

Membership No. 50773
UDIN: 20050773AAAAAC7412



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 Consolidated Unaudited Financial Results for the Quarter and Nine Months Ended 31 December 2019

(Rs in Lakhs Except EPS)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 December	30 September	31 December	31 December	31 December	31 March
		2019	2019	2018	2019	2018	2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue From operations	13,787.75	12,847.07	37,058.67	47,503.05	111,362.97	141,675.91
II	Other Income	272.13	219.25	443.73	900.12	1,438.58	1,597.60
III	Total Income (I +II)	14,059.88	13,066.32	37,502.40	48,403.17	112,801.55	143,273.51
IV	Expenses						
	Cost of materials consumed	10,600.39	8,613.41	30,106.69	33,500.49	82,384.20	103,266.91
	Purchases of Stock-in-Trade	10.62	84.25	133.19	101.72	143.42	143.54
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	25.38	568.50	(846.27)	1,099.28	(34.73)	2,191.31
	Employee benefit expense	1,217.43	1,297.08	1,512.30	3,906.83	4,910.95	6,745.19
	Finance costs	468.15	473.80	458.04	1,513.58	1,387.56	1,866.35
	Depreciation and amortization expense	3,350.15	3,374.59	3,360.24	10,127.25	10,052.99	13,339.58
	Other expenses	3,519.56	4,116.03	8,146.56	13,279.74	26,158.44	31,882.78
	Total expenses (IV)	19,191.68	18,527.66	42,870.75	63,528.89	125,002.83	159,435.66
V	Profit/(Loss) before exceptional items and share of net profit of investment accounted using equity method and tax (III-IV)	(5,131.80)	(5,461.34)	(5,368.35)	(15,125.72)	(12,201.28)	(16,162.15)
VI	Share of net profit of Investments accounted using Equity Method	0.01	(0.10)	0.63	(0.16)	(0.01)	(1.17)
VII	Profit/(Loss) before exceptional items and tax	(5,131.79)	(5,461.44)	(5,367.72)	(15,125.88)	(12,201.29)	(16,163.32)
VIII	Exceptional items	-	-	-	-	-	-
IX	Profit/(Loss) before tax (V-VI)	(5,131.79)	(5,461.44)	(5,367.72)	(15,125.88)	(12,201.29)	(16,163.32)
X	Tax Expenses	-	-	-	-	-	-
XI	Profit/(Loss) for the period (VII-VIII)	(5,131.79)	(5,461.44)	(5,367.72)	(15,125.88)	(12,201.29)	(16,163.32)
XII	Other comprehensive income						
	A (i) Items that will not be reclassified to profit or loss	(2.95)	(2.95)	4.88	(8.85)	14.64	(11.80)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B (i) Items that will be reclassified to Profit and Loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
XIII	Total Comprehensive Income for the period (IX+X)	(5,134.74)	(5,464.39)	(5,362.84)	(15,134.73)	(12,186.65)	(16,175.12)
XIV	Total Profit/(Loss) for the year attributable to						
	Owner of the company	(5,131.79)	(5,461.44)	(5,367.72)	(15,125.88)	(12,201.29)	(16,163.32)
	Non Controlling Interest	-	-	-	-	-	-
XV	Other comprehensive income attributable to						
	Owner of the company	(2.95)	(2.95)	4.88	(8.85)	14.64	(11.80)
	Non Controlling Interest	-	-	-	-	-	-
XVI	Total Comprehensive Income/(Loss) attributable to						
	Owner of the company	(5,134.74)	(5,464.39)	(5,362.84)	(15,134.73)	(12,186.65)	(16,175.12)
	Non Controlling Interest	-	-	-	-	-	-
XVII	Paid up equity Share Capital (face value of Rs.10/- each)	11,578.95	11,578.95	11,578.95	11,578.95	11,578.95	11,578.95
XVIII	Other Equity						(107,103.99)
XIX	Earnings per equity share (of Rs.10/- each)						
	1) Basic	(4.43)	(4.72)	(4.64)	(13.06)	(10.54)	(13.96)
	2) Diluted	(4.43)	(4.72)	(4.64)	(13.06)	(10.54)	(13.96)



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

Consolidated Segment Wise Revenue, Results, Assets and Liabilities.
For the Quarter Ended 31 December 2019 (Refer Note 3 below)

(Rs. In Lakhs)

Sl. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 December 2019	30 September 2019	31 December 2018	31 December 2019	31 December 2018	31 March 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1)	Segment Revenue						
	a) Special Steel	7,037.24	5,885.41	18,332.28	21,295.74	48,500.81	61,947.47
	b) Ferro Alloys	7,113.82	7,146.01	19,195.61	26,862.62	64,270.12	81,532.50
	Total	14,151.06	13,031.42	37,527.89	48,158.36	112,770.93	143,479.97
	Less: Inter-Segment Revenue	363.31	184.35	469.22	655.31	1,407.96	1,804.06
	Net Sales / Income From Operations	13,787.75	12,847.07	37,058.67	47,503.05	111,362.97	141,675.91
2)	Segment Results						
	Profit / (Loss) before tax and interest from Each segment						
	a) Special Steel	(3,093.79)	(2,900.62)	(2,311.15)	(8,100.95)	(7,294.37)	(8,797.69)
	b) Ferro Alloys	(1,569.85)	(2,087.02)	(2,598.53)	(5,511.35)	(3,519.36)	(5,499.28)
	Total	(4,663.64)	(4,987.64)	(4,909.68)	(13,612.30)	(10,813.73)	(14,296.97)
	Less: i) Finance costs	468.15	473.80	458.04	1,513.58	1,387.56	1,866.35
	Total Profit / (Loss) Before Tax	(5,131.79)	(5,461.44)	(5,367.72)	(15,125.88)	(12,201.29)	(16,163.32)
3)	Segment Assets						
	a) Special Steel	166,144.77	171,351.11	180,567.94	166,144.77	180,567.94	179,339.20
	b) Ferro Alloys	145,812.01	143,977.88	154,609.65	145,812.01	154,609.65	150,637.28
	Total Assets	311,956.78	315,328.99	335,177.59	311,956.78	335,177.59	329,976.48
4)	Segment Liabilities						
	a) Special Steel	11,167.08	9,625.12	12,329.24	11,167.08	12,329.24	11,579.89
	b) Ferro Alloys	18,018.39	14,767.23	16,753.43	18,018.39	16,753.43	19,205.75
	c) Unallocated	393,431.02	396,461.67	397,626.53	393,431.02	397,626.53	394,715.88
	Total Liabilities	422,616.49	420,854.02	426,709.20	422,616.49	426,709.20	425,501.52



VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

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

Phone: (+91-674) 255 2479, Fax: (+91-674) 255 4661

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

Phone: (+91-33) 3011 9000, Fax: (+91-33) 3011 9002

website: www.visasteel.com

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

Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12 February 2020. The statutory auditors have conducted the limited review of the above Consolidated unaudited financial result. The comparative figures for the quarter and nine months ended 31 December 2018 included in these Unaudited Consolidated Statement of Financial Results for the quarter and nine months ended 31 December 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 12 February 2020 but have not been subjected to review by the Statutory Auditors as the mandatory requirement for limited review of consolidated results has been made applicable for periods beginning 1 April 2019, pursuant to Regulation 33(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended.
- 2 As on 31 December 2019, VISA Steel group comprises the Parent Company i.e. VISA Steel Limited, its four subsidiaries (including two step down subsidiaries) and one Joint Venture Company.
- 3 VISA Steel group has identified business segments namely "Ferro Alloys" and "Special Steel" and has disclosed segment information accordingly.
- 4 VISA Steel group has incurred net loss during the quarter ended 31 December 2019 which has adversely impacted the net worth of the group. The group's financial performance has been adversely affected due to non-availability of working capital for operations, and other external factors beyond the group's control including high prices of raw materials during e-auction in comparison to the product prices. It is expected that the overall financial health of the group would improve after debt resolution and improvement in availability of working capital. Accordingly, the group 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.
- 5 The majority of lenders of the Parent Company and VISA Special Steel Limited have stopped charging interest on debts, since the dues from the group have been categorised as Non-Performing Asset. The amount of interest expenses not provided for the year ended 31 December 2019 is estimated at Rs. 9,149.88 Lakhs and the accumulated interest not provided as on 31 December 2019 is estimated at Rs. 141,413.96 Lakhs. The statutory auditors have qualified their Review Report in respect of this matter.
- 6 The Taxation laws (Amendment) Ordinance 2019 was promulgated on 20 September 2019. The Ordinance amends the Income Tax Act 1961 and the Finance Act 2019. The Ordinance provides domestic companies with an option to opt for lower tax rates, subject to certain provisions. The group is in the process of evaluating the option to opt for lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of these results.
- 7 Effective from 1 April 2019, the group has adopted Ind AS 116 "Leases", applied to all lease contracts existing on 1 April 2019 using the modified retrospective method along with the transition option to recognize Right-of-Use asset (ROU) at an amount equal to the lease liability at Rs.1,350.46 lakhs. However, comparatives for the quarter and nine months ended 31 December 2018 and year ended 31 March 2019 have not been retrospectively adjusted. The effect of this adoption is not material on the profitability for the period and earnings per share.
- 8 Pursuant to sanction of the Scheme of Arrangement by National Company Law Tribunal, Cuttack bench vide Order dated 8 July 2019 (NCLT Order), the Parent Company's Special Steel undertaking stands transferred to and vested in VISA Special Steel Limited effective from 13 July 2019 upon filing the certified copy of the Order with Registrar of Companies, Cuttack. Accordingly, the financial results for all the previous periods have been revised to give effect of the Scheme of Arrangement.
The Hon'ble Supreme Court vide its ex-parte order dated 17 January 2020 in Civil appeal (C) No. 56 of 2020 has ordered issuance of Notice and in the meanwhile stayed the aforesaid NCLT Order. State Bank of India has communicated the said order obtained ex-parte vide letter dated 20 January 2020 which has been received by the Parent Company on 24 January 2020.
The NCLT Order is already implemented by the group, and the Parent Company is accordingly dealing with the aforesaid Civil Appeal in consultation with its Advocates.
- 9 Previous periods figures have been regrouped / rearranged wherever necessary.

By Order of the Board
For VISA Steel Limited



Vishal Agarwal

Vice Chairman & Managing Director

DIN 00121539

Date: 12 February 2020

Place: Kolkata