



CIN L 99999 MH 1937 PLC 002726

MUKAND LIMITED

Regd. Office : Bajaj Bhawan, Jamnalal Bajaj Marg, 226, Nariman Point, Mumbai 400 021

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE TWELVE MONTHS AND QUARTER ENDED MARCH 31, 2017

Rs. Crores

	Particulars	Quarter ended			Twelve months ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Unaudited	Unaudited	Unaudited	Audited	Audited
I	TOTAL REVENUE					
	Revenue from Operations	770.80	728.04	763.66	3,025.97	3,068.04
	Less : Excise Duty Recovered	82.38	76.01	84.55	328.56	337.05
	Net Revenue from Operations	688.42	652.03	679.11	2,697.41	2,730.99
II	Other Income	7.32	14.28	6.22	28.06	21.57
III	Total Revenue I+II	695.74	666.31	685.33	2,725.47	2,752.56
IV	EXPENSES					
a)	Cost of materials consumed	292.40	311.19	250.70	1,153.45	1,203.92
b)	Purchase of Stock in Trade			0.18		0.88
c)	Changes in inventories of finished	27.05	-74.99	-12.44	-77.97	-71.08
d)	Employee benefits expense	44.15	42.97	46.16	171.42	171.26
e)	Finance Costs (net)	70.18	71.38	68.81	279.95	278.91
f)	Depreciation and Amortisation expenses	18.22	17.88	18.59	70.96	73.99
g)	Other Expenditure	275.61	289.38	305.72	1,123.95	1,094.89
h)	Expenditure transferred to Capital Account / Capital Work-in-Progress	-0.81		-0.72	-2.72	-2.35
	Total Expenses	726.80	657.81	677.00	2,719.04	2,750.42
V	Profit / (Loss) before tax (III - IV)	-31.06	8.50	8.33	6.43	2.14
VI	Tax Expense					
	Current Tax					
	Deferred Tax Charge / (Credit)	-9.65	1.18	2.31	-0.97	0.52
VII	Profit/(Loss) for the period before tax adjustments pertaining to earlier years	-21.41	7.32	6.02	7.40	1.62
	Less : Tax adjustments due to reversal of MAT Entitlement / Deferred Tax Credits taken in earlier years					
a)	MAT Entitlement Lapsing	5.18	5.17		15.53	
b)	Deferred Tax Charge due to lapsing of business loss	33.68			33.68	
		38.86	5.17		49.21	
	Profit / (Loss) for the period	-60.27	2.15	6.02	-41.81	1.62
VIII	Earnings per Equity Share (EPS) - (in Rs.)					
	Basic and Diluted EPS (in Rs.)	-4.26	0.15	0.43	-2.96	0.11

		Quarter ended			Twelve months ended	
		31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
		Unaudited	Unaudited	Unaudited	Audited	Audited
	SEGMENT REVENUE (NET OF EXCISE DUTY)					
1)	Specialty Steel	647.25	617.55	618.91	2,530.70	2,599.44
2)	Power Generation	10.63	15.42	13.54	57.65	39.96
3)	Industrial Machinery & Engineering Contracts	41.92	34.21	60.36	169.12	132.96
4)	Others					
	Sub-total	699.80	667.18	692.81	2,757.47	2,772.36
	Less : Inter Segment Revenue	-11.38	-15.15	-13.70	-60.06	-41.37
	Total Segment Revenue	688.42	652.03	679.11	2,697.41	2,730.99
	SEGMENT RESULT					
1)	Specialty Steel	24.44	60.02	62.19	232.05	239.33
2)	Power Generation	8.88	14.04	12.06	51.66	33.75
3)	Industrial Machinery & Engineering Contracts	1.55	-5.76	0.18	-12.37	-1.83
4)	Others	-0.53	-0.65	-0.30	-2.55	-1.86
	Less : Inter segment margin	-0.11	0.06	-0.02	-0.35	-0.13
	Total Segment Result	34.23	67.71	74.11	268.44	269.26
	Add / (Less) :					
	Other net un-allocable :					
	Income	7.32	14.27	6.22	28.05	21.57
	Expenditure	2.43	2.10	3.19	10.11	9.78
	Other net un-allocable (expenditure) / income	4.89	12.17	3.03	17.94	11.79
	Profit /(Loss) before Finance costs	39.12	79.88	77.14	286.38	281.05
	Less : Finance costs (net)	70.18	71.38	68.81	279.95	278.91
	Profit / (Loss) before tax	-31.06	8.50	8.33	6.43	2.14
	SEGMENT ASSETS / LIABILITIES	31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16
A	Segment Assets					
1)	Specialty Steel	3,471.27	3,498.27	4,693.01	3,471.27	4,693.01
2)	Power Generation	40.84	41.95	44.17	40.84	44.17
3)	Industrial Machinery & Engineering Contracts	417.72	436.34	646.93	417.72	646.93
4)	Others	115.09	131.75	121.48	115.09	121.48
5)	Corporate - Unallocable	422.26	436.27	451.06	422.26	451.06
		4,467.18	4,544.58	# 5,956.65	4,467.18	# 5,956.65
B	Segment Liabilities					
1)	Specialty Steel	1,005.39	1,103.20	923.78	1,005.39	923.78
2)	Power Generation	0.30	0.27	0.42	0.30	0.42
3)	Industrial Machinery & Engineering Contracts	60.91	62.56	89.42	60.91	89.42
4)	Others					

5)	Corporate - Unallocable	2,975.70	2,893.41	2,824.96	2,975.70	2,824.96
		4,042.30	4,059.44	3,838.58	4,042.30	3,838.58
	Total Net Capital Employed	424.88	485.14	2,118.07	424.88	2,118.07

Includes Revaluation of Assets

MUKAND LIMITED

Rs. Crores

Statement of Assets and Liabilities as on		31-Mar-17	31-Mar-16
A	EQUITY AND LIABILITIES		
-1	Shareholders' Funds		
	(a) Share Capital	147.05	147.05
	(b) Reserves and surplus	277.83	1,971.02
	Sub-total Shareholders' Funds	424.88	2,118.07
-3	Non Current Liabilities		
	(a) Long-term borrowings	1,647.41	1,581.87
	(b) Other long term liabilities	4.00	4.00
	(c) Long-term provisions	39.46	43.40
	Sub total Non Current Liabilities	1,690.87	1,629.27
-4	Current Liabilities		
	(a) Short-term borrowings	948.70	882.06
	(b) Trade payables		
	Micro Enterprises and Small Enterprises	0.70	1.95
	Other Micro Enterprises and Small Enterprises	863.50	835.84
	(b) Trade payables	864.20	837.79
	(c) Other current liabilities	531.65	483.82
	(d) Short-term provisions	6.88	5.64
	Sub total Current Liabilities	2,351.43	2,209.31
	TOTAL EQUITY AND LIABILITIES	4,467.18	# 5,956.65
B	ASSETS		
-1	Non Current Assets		
	(a) Fixed Assets		
	Tangible assets	712.70	2,406.73
	Intangible assets	0.16	0.10
	Capital Work in Progress	33.13	29.20
		745.99	2,436.03
	(b) Non-current investments	250.21	250.87
	(c) Deferred tax assets (net)	12.10	44.80
	(d) Long-term loans and advances	118.84	116.39
	(e) Other non-current assets	32.38	47.90
	Non Current Assets	1,159.52	2,895.99
-2	Current Assets		
	(a) Inventories	1,618.42	1,462.25
	(b) Trade receivables	1,072.60	1,116.18
	(c) Cash and Bank Balances	74.26	65.26
	(d) Short-term loans and advances	196.57	204.69
	(e) Other Current Assets	345.81	212.28
	Sub total Current Assets	3,307.66	3,060.66
	TOTAL ASSETS	4,467.18	# 5,956.65

Includes Revaluation of Assets

Notes:

1) Management's response to the observations of the auditors on the financial statements for the year ended 31.03.2017:

- a) Advances due from and investments made in Vidyavihar Containers Limited (VCL), aggregating Rs. 47.13 Crore as at 31st March, 2017 was same at Rs.47.13 Crore as at 31st March 2016. The Company, barring unforeseen circumstances, relies upon the estimation of future realizable values of the financial assets of VCL to recover its Exposures;
- a) The investments in and debts / advances due from Bombay Forgings Limited (BFL) was at Rs.82.01 Crore as at 31st March 2017 as against Rs.78.28 Crore as at 31st March 2016. The management, considering its long term view on the 'Exposures', relies upon the valuation of unencumbered fixed assets of BFL and value of current assets. It further relies upon future earnings from the ongoing business of BFL. The management considers the balance 'Exposures' to be 'Good' and adequately covered and barring unforeseen circumstances expects full realisability of the same in future.
- b) The Company in previous years executed road construction projects in the state of Uttar Pradesh with National Highway Authority of India (NHAI) along with Centrodorstroy (CDS), Russia. The exposure on this account as at 31st March, 2017 aggregated Rs.113.54 Crore as compared to Rs.120.00 Crore as at 31st March 2016. The outcome of the Road Construction activity cannot be estimated with certainty at present. The amount of total claims excluding interest with NHAI now aggregates Rs.288.42 Crore (as at 31.03.2016: Rs.298.93 Crore). Bulk of these claims are now being processed at various appellate fora. It is the opinion of the management that in view of the substantially large claims to be settled progressively over a period of next 2 to 3 years, losses currently expected are already recognized till the close of the year.

During the year an amount of Rs.23.20 Crore (including interest) was realized towards various claims.

2)

- a) The Board of Directors of the company on 12th January 2017, has considered and approved, a scheme of arrangement and amalgamation amongst the Company, Mukand Vijayanagar Steel Limited (MVSL) and Mukand Alloy Steels Private Limited (MASPL) and their respective shareholders and creditors under the provisions of Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 for transfer of its Alloy Steel Rolling & Finishing business. The Appointed Date under the Scheme is 1st January 2017. BSE and NSE have in principle cleared the

Scheme and their observations have been included in the Scheme filed with National Company Law Tribunal (NCLT). The Scheme is subject to the approval of the shareholders, creditors and other competent statutory/regulatory authorities.

- b) The Board of Directors of Company at its meeting held on 27th March, 2017, considered and approved a scheme of arrangement and amalgamation amongst the Company, Whiteleaf Heavy Machinery Pvt Ltd., and Technosys Industrial Machinery Pvt Ltd. , and their respective shareholders and creditors under the provisions of Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 for transfer of Industrial Machinery business . The Appointed Date under the Scheme is 1st January 2017. The Scheme is subject to the approval of the shareholders, creditors and other competent statutory/regulatory authorities. An application in this regard will be filed with the National Company Law Tribunal in due course of time.

However, as the Company is currently in the process of finalizing detailed formal plans it does not necessitate the requirements of disclosures of AS 24 – Discontinuing Operations.

- 3) The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year.
- 4) Figures in respect of previous year / quarter have been regrouped / recast wherever necessary.
- 5) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 24th May, 2017.

**By Order of the Board of Directors
For Mukand Ltd.,**

**Niraj Bajaj
Chairman & Managing Director**

**Rajesh V. Shah
Co-Chairman & Managing Director**

Place: Mumbai
Date: 24th May 2017.