



Ref. No.: EIL/SD/OBM/Regl.-30/2023-2024/1108

Date : 11<sup>th</sup> August, 2023

To,  
**General Manager (Listing)**  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai - 400 001  
**COMPANY CODE : 526608**

To,  
**Listing Department**  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, Bandra – Kurla Complex,  
Bandra (East),  
Mumbai – 400 051  
**COMPANY CODE : ELECTHERM**

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 11<sup>th</sup> August, 2023**

This is to inform you that the Board of Directors (“Board”) of the Company at their meeting held on 11<sup>th</sup> August, 2023, *inter alia* approved and adopted Standalone and Consolidated Unaudited Financial Results for the quarter ended on 30<sup>th</sup> June, 2023. Copy of Standalone and Consolidated Unaudited Financial Results for the quarter ended on 30<sup>th</sup> June, 2023 along with limited review report are attached herewith.

The Board Meeting concluded at 4.55 p.m. on 11<sup>th</sup> August, 2023.

You are requested to take the same on your record.

Thanking you,

Yours faithfully,  
**For Electrotherm (India) Limited**

**Jigar Shah**  
**Company Secretary**

Encl: As above

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## **ELECTROTHERM (India) Limited**

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**ELECTROTHERM (INDIA) LIMITED**

Registered Office : A-1, Skylark Apartment, Satellite Road, Satellite, Ahmedabad - 380 015

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Website : www.electrotherm.com CIN : L29249GJ1986PLC009126

Statement of Unaudited Standalone Financial Results For The Quarter Ended on 30th June, 2023

(Rs. in Crores Except for Earning Per Share)

Sr. No.	Particulars	Standalone			
		Quarter Ended		Year Ended	
		30/06/23	31/03/23	30/06/22	31/03/23
		Unaudited	Audited (Refer Note No 2)	Unaudited	Audited
I.	Revenue from Operations	931.45	1,033.16	678.58	3,074.05
II.	Other income	0.46	2.03	2.55	6.69
III.	<b>Total Income (I+II)</b>	<b>931.91</b>	<b>1,035.19</b>	<b>681.13</b>	<b>3,080.74</b>
IV.	<b>Expenses :</b>				
	(a) Cost of materials consumed	696.18	709.43	573.88	2,285.26
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(15.18)	10.37	(6.70)	9.81
	(c) Employee benefits expenses	32.71	38.71	33.01	144.75
	(d) Finance Costs	21.66	18.99	10.97	66.07
	(e) Depreciation and amortisation expenses	11.51	11.54	11.72	47.08
	(f) Other expenses	145.81	167.51	101.21	499.68
	<b>Total Expenses (IV)</b>	<b>892.69</b>	<b>956.55</b>	<b>724.09</b>	<b>3,052.65</b>
V.	<b>Profit / (Loss) before exceptional items and tax(III-IV)</b>	<b>39.22</b>	<b>78.64</b>	<b>(42.96)</b>	<b>28.09</b>
VI.	<b>Exceptional items (Refer Note 8)</b>	-	(59.20)	-	(104.75)
VII.	<b>Profit / (Loss) before tax (V+VI)</b>	<b>39.22</b>	<b>19.44</b>	<b>(42.96)</b>	<b>(76.66)</b>
VIII.	Tax expense	-	-	-	-
IX.	<b>Net Profit / (Loss) for the period (VII-VIII)</b>	<b>39.22</b>	<b>19.44</b>	<b>(42.96)</b>	<b>(76.66)</b>
X.	<b>Other Comprehensive Income / (Loss)</b>				
	<i>A) Items that will not be reclassified to Profit or Loss</i>				
	i) Remeasurement Gain/(Loss) on Defined Benefit Plans	(0.51)	(2.32)	(0.10)	(2.03)
	ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	<i>B) Items that will be reclassified to Profit or Loss</i>	-	-	-	-
XI.	<b>Total Comprehensive income / (Loss) for the period (IX+X)</b>	<b>38.71</b>	<b>17.12</b>	<b>(43.06)</b>	<b>(78.69)</b>
XII.	Paid -up Equity Share Capital (Face value of Rs. 10/- each)	12.74	12.74	12.74	12.74
XIII.	Other Equity excluding Revaluation Reserve as at March 31st				(1,253.19)
XIV.	Earnings per equity share (not annualised for the quarter)				
	Basic	30.78	15.26	(33.71)	(60.17)
	Diluted	30.78	15.26	(33.71)	(60.17)

- Notes:**
- The above Standalone financial results of Electrotherm (India) Limited (the "Company") have been reviewed and recommended by the Audit Committee meeting held on August 10, 2023 and approved by the Board of Directors at their meeting held on August 11, 2023.
  - The figure for the last quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year ending March 31, 2023 and the unaudited published year-to-date figures upto December 31, 2022 being the date of the end of the third quarter, which were subject to limited review.
  - (a) Edelweiss Asset Reconstruction Company Limited has issued statutory demand notice dated July 13, 2022 under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI") read with Security Interest (Enforcement) Rules, 2002 to the Company and personal guarantors to discharge the liabilities within sixty days from the date of notice. The Company is yet to reply/comply, to the said notice and there is no further communication from the Edelweiss Asset Reconstruction Company Limited.

(b) Edelweiss Asset Reconstruction Company Limited ("EARC"), a financial creditor has filed a petition under section 7 of the Insolvency and Bankruptcy Code, 2016 before the National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Company for an default amount of Rs. 1900.56 Crores in respect of outstanding dues of Bank of India, the original lender only. The Company has filed its affidavit in reply and the EARC has filed its affidavit in rejoinder. The Company has filed two Interlocutory Applications related to company being a going concern & solvent and non-submission of record of default with information utility by EARC. The petition alongwith Interlocutory Applications are pending for further hearing before the Hon'ble NCLT, Ahmedabad.

(c) Union Bank of India, a financial creditor has filed a petition under section 7 of the Insolvency and Bankruptcy Code, 2016 before the National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Company for an default amount of Rs. 305.38 Crores in respect of outstanding dues. The petition is pending for hearing before the Hon'ble NCLT, Ahmedabad.



4	As per Ind AS 108 "Operating Segments", if a financial report contains both consolidated financial statements and the separate financial statements of the Parent Company, segment information may be presented on the basis of the consolidated financial statements. Thus, disclosure required by regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 on segment information is given in consolidated financial results.
5	<p>The company has not paid instalments due from June - 2020 to June - 2023 to Invent Assets Securitization and Reconstruction Private Limited, to Edelweiss Asset Reconstruction Company Limited &amp; Rare Asset Reconstruction Limited from December - 2020 to June - 2023 and to Union Bank of India &amp; Corporation Bank merged with Union Bank of India from January - 2022 and March - 2021, respectively to June-2023.</p> <p>The company has not paid major of the interest due thereon for the period from September - 2020 to June - 2023 to the above lenders. The said interest has been included under the head finance cost of the respective quarters.</p> <p>The company has requested respective lenders/ARCs to approve revised repayment schedule and which is yet to be confirmed by the respective lenders/ARCs and is subject to the outcome of notice issued under SARFAESI Act by the lender ARC.</p>
6	The loan account with Indian Overseas Bank, which was classified as non-performing assets during August 2011, has been assigned to Assets Reconstruction Company, but with whom the settlement terms have not been entered into, accordingly the company has not made provision for interest of Rs.27.66 Crore (on approximate basis), for the quarter ended June 30, 2023, in the books of accounts and accordingly the amount of net profit for the quarter is over stated by Rs 27.66 Crore. Accordingly, the total amount, of Assets Reconstruction Company liability and retained earnings/(loss) as on June 30, 2023 is understated by Rs. 696.28 Crore. The statutory auditor has expressed qualification in respect of non-provision of interest by the company on the said loan.
7	The Company has defaulted in complying with the terms and conditions of settlement entered with the Banks / ARCs (other than Central Bank of India) and as per the settlement terms, in case of default, the agreement stands withdrawn and all the dues & liabilities as per original terms shall be restored. However, the company is in negotiation with the respective lenders for rescheduling / restructuring of the said loan and the company is hopeful for no further liability on the company and therefore, the final amount of liability to be paid is not ascertainable and which has not been accounted for. With regard to Central Bank of India the impact of reduction in debt due to Settlement with Banker, will be given on the final compliance of all the terms and conditions of the settlement terms.
8	<p>The Company holds investment in equity shares of Hans Ispat Limited (Wholly Owned Subsidiary Company). Bank of Baroda had filed Original Application against said Wholly Owned Subsidiary Company &amp; its guarantors (i.e. Mr. Shailesh Bhandari and Mr. Mukesh Bhandari) before Debts Recovery Tribunal-1, Ahmedabad ("DRT") under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act 1993. The Hon'ble DRT vide judgement dated April 15, 2019 allowed the original application filed by the Bank of Baroda and for issue of recovery certificate against the Wholly Owned Subsidiary Company and guarantors to the tune of Rs. 50.74 Crores and future interest on the amount due @12.00% p.a. with monthly rests from the date of filing of Original Application till the recovery of amount. The Hon'ble Recovery Officer of the DRT has initiated recovery proceedings and passed order / issued warrant for attachment of hypothecated / mortgaged properties. Thereafter, the Hon'ble Recovery Officer has put the properties for e-auction on November 22, 2019, April 29, 2020, September 24, 2021 and November 18, 2021. On November 18, 2021 the bid offer of Rs. 33.03 Crores from Kemo Steel Industries Private Ltd was successful. The Ld. Recovery Officer, DRT-I Ahmedabad confirmed the sale and handed over the possession on April 6, 2022 to the auction purchaser. Sale Certificate was issued on April 7, 2022 in favour of the auction purchaser.</p> <p>However, Invent Assets Securitizations &amp; Reconstruction Private Limited (assignee of debts of State Bank of India for Wholly Owned Subsidiary Company) has filed an appeal in DRAT, Mumbai. The Hon'ble DRAT has passed an order on April 19, 2022 that further proceeding consequent to the sale which has already been confirmed and possession handed-over be stalled and stayed further proceedings and status-quo to be maintained. Thereafter, by order dated August 10, 2022, the Hon'ble DRAT by way of an interim arrangement, permitted the auction purchaser to run the factory, subject to the certain condition and to the ultimate decision to be taken in the Appeal. Invent Assets Securitizations &amp; Reconstruction Private Limited has filed a Writ Petition before the Bombay High Court challenging this order of the DRAT. Hans Ispat Limited has also filed an appeal in the DRAT against the order of the Recovery officer, DRT Ahmedabad finalising the sale of the mortgaged property where in DRAT has directed Hans Ispat Limited to deposit Rs. 25 crores in 4 equal installments within 7 weeks. The said appeals are pending for further hearing.</p> <p>As on June 30, 2023 the company had Trade Receivable of Rs 27.39 Crore, Advances of Rs 63.24 Crore and investment of Rs 36.46 Crore and against which on considering all the facts as stated above, during the quarter ended June 30, 2023, the company has provided expected credit loss / Provision for doubtful Debt of Rs Nil (during the quarter ended as at March 31, 2023 of Rs 6.94 Crore) (for the year ended as at March 31, 2023 of Rs 20.56 Crore) on trade receivable, Rs Nil (during the quarter ended as at March 31, 2023 Rs 15.80 Crore) (for the year ended as at March 31, 2023 of Rs 47.73 Crore) on advances and impairment on investment in subsidiary of Rs Nil (during the quarter ended as at March 31, 2023 Rs 36.46 Crore) (for the year ended as at March 31, 2023 of Rs 36.46 Crore) and have been shown as exceptional items. Cumulative amount upto June 30, 2023 of expected credit loss / Provision for doubtful Debt on trade receivable is Rs 27.39 Crore (as at March 31, 2023 is Rs 27.39 Crore), Rs 63.24 Crore (as at March 31, 2023 is Rs 63.24 Crore) on Advances and Impairment on Investment in subsidiary is Rs 36.46 Crore (as at March 31, 2023 is Rs 36.46 Crore).</p>
9	Few accounts (including entries therein) of "Trade Receivables," "Trade Payable", "Advances from Customer", "Advances Recoverable in Cash or Kind", "Advances to suppliers and other parties", including very old balances, are subject to confirmation/reconciliation. The balance with revenue authorities are subject to final assessment order and/or submission of returns. The amounts of inventories are as taken by the management.
10	There are certain pending enquiries / notices / summons / litigation / recovery proceedings against the company and directors of the company before debts recovery tribunal, Central bureau of Investigation, Directorate of Enforcement, National Company Law Tribunal, Regional Director of Ministry of Corporate Affairs, Indirect Tax Department (Ahmedabad and Mumbai) and various courts. Pending final outcome of the ongoing investigations/enquiries, no impact of the same has been considered in financial statements and it will be considered on attaining its finality.
11	Biporjoy cyclone crossed kutch region during second week of June 2023 and therefore Special Steel Division situated at Kutch region were temporary shut down on June 15, 2023 and June 16, 2023. The operations of the said division was commenced from June 17, 2023 in phased manner. There was no material impact on the assets or operations of the company except loss of revenue and profit during the said period. The company has given shelter and took care of 1000+ workers during this period.
12	Figure of previous period's have been regrouped, wherever considered necessary to make them comparable to current period figure.



FOR ELECTROTHERM (INDIA) LIMITED

*(Handwritten signature)*

SHAILESH BHANDARI  
MANAGING DIRECTOR  
(DIN: 00058866)

Place: Ahmedabad  
Date: August 11, 2023



**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED STANDALONE FINANCIAL RESULT OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.**

**REVIEW REPORT TO  
THE BOARD OF DIRECTORS  
ELECTROTHERM (INDIA) LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Electrotherm (India) Limited** ("the Company"), for the quarter ended June 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. **Basis of Qualified Opinion**  
*We draw attention to Note 6 to the standalone financial results for non-provision of interest on NPA accounts of banks on approximate basis of Rs 27.66 Crore, for the quarter under consideration and the total amount of such unprovided interest till date is Rs 696.28 Crore. The exact amount of the said non-provision of interest are not determined and accordingly the amount of Net Profit for the quarter is overstated by Rs 27.66 Crore and the amount of Asset Reconstruction Company (ARC) liability and Total retained earnings/(loss) as on June 30, 2023 is understated by Rs 696.28 Crore. Our audit report for the previous year ended March 31, 2023 and limited review report for the quarter ended June 30, 2022 were also qualified in respect of this matter.*
5. Based on our review conducted as above, except for the possible effect of our observation in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information



required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Attention is invited to the following; -

- (a) **Note No 3(a)** to the standalone financial result related to statutory demand notice issued by Edelweiss Asset Reconstruction Company Limited under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI") read with Security Interest (Enforcement) Rules, 2002 to discharge the liabilities.
- (b) **Note No 3(b) & (c)** to the standalone financial result related to petition filed under section 7 of the Insolvency and Bankruptcy Code, 2016 before the Hon'ble National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Company by Edelweiss Asset Reconstruction Company Limited and Union Bank of India.
- (c) **Note No 5** to the standalone financial result in respect of non-payment of Instalments due to lender of the loan for the period from June 30, 2020 to June 30, 2023 and major of the Interest due for the period from September 30, 2020 till June 30, 2023 and the lenders are yet to confirm the revised repayment schedule.
- (d) **Note No 7** to the standalone financial result related to default in complying with the terms and conditions of settlement entered with the Banks / ARCs (other than Central Bank of India) and the uncertainty about the amount of final liability and the impact of the settlement with Central Bank of India.
- (e) **Note No 9** to the standalone financial result in respect of confirmation / reconciliation of few accounts of "Trade Receivables", "Trade Payable", "Advance from Customers", Advances Recoverable in Cash or Kind", and "Advance to suppliers and other parties" and the amounts of inventories are as taken by the management.
- (f) **Note No 10** to the standalone financial result in respect of pending enquiries/notices/summons/ litigation /recovery proceedings against the company and the Directors of the Company.

Our conclusion is not modified in respect of these matters.

FOR, HITESH PRAKASH SHAH & CO  
(FIRM REGD.NO: 127614W)  
CHARTERED ACCOUNTANTS



HITESH P SHAH  
PARTNER  
MEMBERSHIP NO. 124095

PLACE: AHMEDABAD  
DATE: 11<sup>th</sup> August, 2023  
UDIN: 23124095BGXFRS1100

**ELECTROTHERM (INDIA) LIMITED**

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Website : www.electrotherm.com CIN : L29249GJ1986PLC009126

Statement of Unaudited Consolidated Financial Results For The Quarter ended on 30th June, 2023

(Rs. in Crores Except for Earning Per Share)

Sr. No.	Particulars	Consolidated			
		Quarter Ended			Year Ended
		30/06/23 Unaudited	31/03/23 Audited (Refer Note No 2)	30/06/22 Unaudited	31/03/23 Audited
I.	Revenue from Operations	931.45	1,033.16	678.58	3,074.05
II.	Other income	0.46	1.99	2.55	6.69
III.	<b>Total Income (I+II)</b>	<b>931.91</b>	<b>1,035.15</b>	<b>681.13</b>	<b>3,080.74</b>
IV.	<b>Expenses :</b>				
	(a) Cost of materials consumed	696.18	709.43	573.88	2,285.26
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(15.16)	10.37	(6.69)	9.81
	(c) Employee benefits expenses	32.72	38.71	33.05	144.79
	(d) Finance Costs	21.66	18.99	12.06	67.17
	(e) Depreciation and amortisation expenses	12.01	12.08	12.23	49.19
	(f) Other expenses	145.81	167.54	101.33	499.88
	<b>Total Expenses (IV)</b>	<b>893.22</b>	<b>957.12</b>	<b>725.86</b>	<b>3,056.10</b>
V.	<b>Profit/ (Loss) before exceptional items, Share in Profit/ (Loss) of Joint Venture and tax (III-IV)</b>	<b>38.69</b>	<b>78.03</b>	<b>(44.73)</b>	<b>24.64</b>
VI.	<b>Less:Exceptional items (Refer Note 10)</b>	-	36.46	-	36.46
VII.	<b>Profit / (Loss) before tax and share in Profit/(Loss) of Joint Venture (V-VI)</b>	<b>38.69</b>	<b>41.57</b>	<b>(44.73)</b>	<b>(11.82)</b>
VIII.	<b>Tax expense</b>				
	(1) Tax of Earlier year	-	-	(0.00)	(0.01)
IX.	<b>Profit / (Loss) for the period before Share of Profit of Joint Venture (VII-VIII)</b>	<b>38.69</b>	<b>41.57</b>	<b>(44.73)</b>	<b>(11.83)</b>
X.	<b>Share of Profit of Joint Venture</b>	-	-	-	0.01
XI.	<b>Net Profit / (Loss) for the period (IX+X)</b>	<b>38.69</b>	<b>41.57</b>	<b>(44.73)</b>	<b>(11.82)</b>
XII.	<b>Other Comprehensive Income / (Loss)</b>				
	<i>A) Items that will not be reclassified to Profit or Loss</i>				
	i) Remeasurement Gain/(Loss) on Defined Benefit Plans	(0.51)	(2.32)	(0.10)	(2.03)
	ii) Income tax relating to items that will not be reclassified to	-	-	-	-
	<i>B) Items that will be reclassified to Profit or Loss</i>	-	-	-	-
XIII.	<b>Total Comprehensive Income/ (Loss) for the period (XI+XII)</b>	<b>38.18</b>	<b>39.25</b>	<b>(44.83)</b>	<b>(13.85)</b>
XIV.	<b>Net Profit / (Loss) after share of Profit of Joint Venture attributable to</b>				
	Equity holder of the parent	38.69	41.57	(44.73)	(11.82)
	Non controlling Interest	-	-	-	-
	<b>Other Comprehensive Income / (Loss) attributable to</b>				
	Equity holder of the parent	(0.51)	(2.32)	(0.10)	(2.03)
	Non controlling Interest	-	-	-	-
XV.	<b>Total Comprehensive Income / (Loss) for the period attributable to</b>				
	Equity holder of the parent	38.18	39.25	(44.83)	(13.85)
	Non controlling Interest	-	-	-	-
XVI.	Paid-up Equity Share Capital (Face value of Rs. 10/- each)	12.74	12.74	12.74	12.74
XVII.	Other Equity excluding Revaluation Reserve as at March 31st				(1,352.25)
XVIII.	<b>Earnings per equity share (not annualised for the quarter)</b>				
	Basic	30.37	32.63	(35.10)	(9.28)
	Diluted	30.37	32.63	(35.10)	(9.28)



**SEGMENT WISE REVENUE, RESULTS, ASSETS & LIABILITIES**

(Rs. in Crores)

Sr. No.	Particulars	Consolidated			
		Quarter Ended			Year Ended
		30/06/23	31/03/23	30/06/22	31/03/23
		Unaudited	Audited (Refer Note No 2)	Unaudited	Audited
<b>1</b>	<b>Segment Revenue</b>				
	(a) Engineering & Technologies Division	299.14	370.85	170.37	1,007.50
	(b) Special Steel Division	626.65	659.04	497.38	2,034.65
	(c) Electric Vehicle Division	7.80	6.98	11.19	39.52
	(d) Others	0.01	-	0.02	0.02
	<b>Total</b>	<b>933.60</b>	<b>1,036.87</b>	<b>678.96</b>	<b>3,081.69</b>
	Less: Inter Segment Revenue	2.15	3.71	0.38	7.64
	<b>Revenue from Operations</b>	<b>931.45</b>	<b>1,033.16</b>	<b>678.58</b>	<b>3,074.05</b>
<b>2</b>	<b>Segment Results Profit (Loss) Before Finance Cost and Tax</b>				
	(a) Engineering & Technologies Division	32.62	65.00	16.16	143.82
	(b) Special Steel Division	28.77	(3.62)	(49.08)	(86.25)
	(c) Electric Vehicle Division	(1.01)	(0.75)	0.25	(2.15)
	(d) Others	(0.03)	(0.07)	0.00	(0.06)
	<b>Total</b>	<b>60.35</b>	<b>60.56</b>	<b>(32.67)</b>	<b>55.35</b>
	Less: (i) Finance Costs	21.66	18.99	12.06	67.17
	<b>Total Profit / (Loss) Before Tax</b>	<b>38.69</b>	<b>41.57</b>	<b>(44.73)</b>	<b>(11.82)</b>
<b>3</b>	<b>Segment Assets</b>				
	(a) Engineering & Technologies Division	661.36	657.82	571.91	657.82
	(b) Special Steel Division	1,079.07	1,055.48	1,197.31	1,055.48
	(c) Electric Vehicle Division	31.37	31.06	33.17	31.06
	(d) Others	7.65	7.78	7.80	7.78
	<b>Total</b>	<b>1,779.45</b>	<b>1,752.14</b>	<b>1,810.19</b>	<b>1,752.14</b>
<b>4</b>	<b>Segment Liabilities</b>				
	(a) Engineering & Technologies Division	782.93	768.77	836.68	768.77
	(b) Special Steel Division	2,016.68	2,041.20	2,062.56	2,041.20
	(c) Electric Vehicle Division	9.20	9.59	10.31	9.59
	(d) Others	28.68	28.79	27.83	28.79
	<b>Total</b>	<b>2,837.49</b>	<b>2,848.35</b>	<b>2,937.38</b>	<b>2,848.35</b>

**Notes:**

1	The above Consolidated financial results of Electrotherm (India) Limited (the "Company" and along with its subsidiary and joint venture the "Group") were reviewed and recommended by the Audit Committee meeting held on August 10, 2023 and approved by the Board of Directors at their meeting held on August 11, 2023.
2	The figure for the last quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year ending March 31, 2023 and the unaudited published year-to-date figures upto December 31, 2022 being the date of the end of the third quarter, which were subject to limited review.
3	<p>Hans Ispat Limited, subsidiary, has not paid instalment due from December - 2019 to June - 2023 to Invent Assets Securitization and Reconstruction Private Limited.</p> <p>The holding company has not paid instalments due from June - 2020 to June - 2023 to Invent Assets Securitization and Reconstruction Private Limited, to Edelweiss Asset Reconstruction Company Limited &amp; Rare Asset Reconstruction Limited from December - 2020 to June - 2023 and to Union Bank of India &amp; Corporation Bank merged with Union Bank of India from January - 2022 and March - 2021, respectively to June-2023.</p> <p>The holding company has not paid major of the interest due thereon for the period from September - 2020 to June - 2023 to the above lenders. The said interest has been included under the head finance cost of the respective quarters.</p> <p>The holding company has requested respective lenders/ARCs to approve revised repayment schedule and which is yet to be confirmed by the respective lenders/ARCs and is subject to the outcome of notice issued under SARFAESI Act by the lender ARC.</p>
4	<p>(a) Edelweiss Asset Reconstruction Company Limited has issued statutory demand notice dated July 13, 2022 under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI") read with Security Interest (Enforcement) Rules, 2002 to the holding company and personal guarantors to discharge the liabilities within sixty days from the date of notice. The holding Company is yet to reply/comply, to the said notice. There is no further communication from Edelweiss Asset Reconstruction Company Limited.</p> <p>(b) Edelweiss Asset Reconstruction Company Limited ("EARC"), a financial creditor has filed a petition under section 7 of the Insolvency and Bankruptcy Code, 2016 before the National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Company for a default amount of Rs. 1900.56 Crores in respect of outstanding dues of Bank of India, the original lender only. The Holding Company has filed its affidavit in reply and the EARC has filed its affidavit in rejoinder. The Holding Company has filed two Interlocutory Applications related to company being a going concern &amp; solvent and non-submission of record of default with information utility by EARC. The petition alongwith Interlocutory Applications are pending for further hearing before the Hon'ble NCLT, Ahmedabad.</p> <p>(c) Union Bank of India, a financial creditor has filed a petition under section 7 of the Insolvency and Bankruptcy Code, 2016 before the National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Company for a default amount of Rs. 305.38 Crores in respect of outstanding dues. The petition is pending for hearing before the Hon'ble NCLT, Ahmedabad.</p>



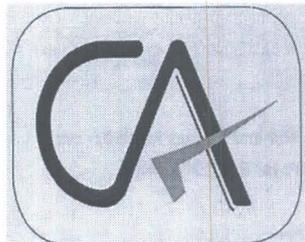
5	The loan accounts of group i.e. Indian Overseas Bank (which has been assigned to Assets Reconstruction Company) defaulted from August - 2011, Bank of Baroda defaulted from April - 2014 and State Bank of India defaulted from December - 2011 were classified as non-performing assets, but with whom the settlement terms have not been entered into and therefore provision for interest on term loan and working capital loan for the quarter ended as on June 30, 2023 under consideration on approximate basis of Rs 32.97 Crore, have not been provided in the books of accounts and accordingly the amount of Net Profit for the quarter ended as on June 30, 2023 is overstated by Rs 32.97 Crore and the amount of Bank / Assets Reconstruction Company liability and total retained earnings/(loss) as on June 30, 2023 is understated by Rs. 837.77 Crore. The statutory auditor has expressed qualification in respect of non-provision of interest by the group on the said loans.
6	The group has defaulted in complying with the terms and conditions of settlement entered with the Banks / ARCs (other than Central Bank of India) and as per the settlement terms, in case of default, the agreement stands withdrawn and all the dues & liabilities as per original terms shall be restored. However, the group is in negotiation with the respective lenders for rescheduling / restructuring of the said loan and the group is hopeful for no further liability on the group and therefore, the final amount of liability to be paid is not ascertainable and which has not been accounted for. With regard to Central Bank of India the impact of reduction in debt due to Settlement with Banker, will be given on the final compliance of all the terms and conditions of the settlement terms.
7	Few accounts (including entries there in) of "Trade Receivables," "Trade Payables", "Advances from Customer", "Advances Recoverable in Cash or Kind", "Advances to suppliers and other parties", including very old balances, are subject to confirmation/reconciliation. The balance with revenue authorities are subject to final assessment order and/or submission of returns. The amounts of inventories are as taken by the management.
8	There are certain pending enquiries / notices / summons / litigation / recovery proceedings against the company and directors of the company before debts recovery tribunal, Central bureau of Investigation, Directorate of Enforcement, National Company Law Tribunal, Regional Director of Ministry of Corporate Affairs, Indirect Tax Department (Ahmedabad and Mumbai) and various courts. Pending final outcome of the ongoing investigations/enquiries, no impact of the same has been considered in financial statements and it will be considered on attaining its finality.
9	<p>(a) In respect of Joint Venture Bhaskarpara Coal Company Limited, the Ministry of Coal, Government of India has taken action for de-allocation of Coal Block, affecting the going concern of the said company.</p> <p>(b) In respect of Shree Ram Electro Cast Limited, one of the subsidiary, the State Bank of India has taken action under SARFAESI Act, 2002 and subsequent action of the sale through auction of the hypothecated / mortgaged assets of the Company situated at Honnarhalli Village, Hatchali Post, Siruguppa Taluk, Bellari District. Karnataka in February 2019, affecting the going concern of the said company.</p> <p>(c) ET-Electrans Limited has cash loss of Rs. 0.00 Crore and accumulated losses of Rs 1.48 Crore which has fully eroded the net worth of the said subsidiary company. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the said subsidiary company's ability to continue as a going concern.</p> <p>(d) Bank of Baroda had filed Original Application against Hans Ispat Limited (Wholly Owned Subsidiary Company) &amp; its guarantors (i.e. Mr. Shailesh Bhandari and Mr. Mukesh Bhandari) before Debts Recovery Tribunal-1, Ahmedabad ("DRT") under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act 1993. The Hon'ble DRT vide judgement dated April 15, 2019 allowed the original application filed by the Bank of Baroda and for issue of recovery certificate against the Wholly Owned Subsidiary Company and guarantors to the tune of Rs. 50.74 Crores and future interest on the amount due @12.00% p.a. with monthly rests from the date of filing of Original Application till the recovery of amount. The Hon'ble Recovery Officer of the DRT has initiated recovery proceedings and passed order / issued warrant for attachment of hypothecated / mortgaged properties. Thereafter, the Hon'ble Recovery Officer has put the properties for e-auction on November 22, 2019, April 29, 2020, September 24, 2021 and November 18, 2021. On November 18, 2021 the bid offer of Rs. 33.03 Crores from Kemo Steel Industries Private Ltd was successful. The Ld Recovery Officer, DRT-I Ahmedabad confirmed the sale and handed over the possession on April 6, 2022 to the auction purchaser. Sale Certificate was issued on April 7, 2022 in favour of the auction purchaser.</p> <p>However, Invent Assets Securitisations &amp; Reconstruction Private Limited (assignee of debts of State Bank of India for Wholly Owned Subsidiary Company) has filed an appeal in DRAT, Mumbai. The Hon'ble DRAT has passed an order on April 19, 2022 that further proceeding consequent to the sale which has already been confirmed and possession handed-over be stalled and stayed further proceedings and status-quo to be maintained. Thereafter, by order dated August 10, 2022, the Hon'ble DRAT by way of an interim arrangement, permitted the auction purchaser to run the factory, subject to the certain condition and to the ultimate decision to be taken in the Appeal. Invent Assets Securitisations &amp; Reconstruction Private Limited has filed a Writ Petition before the Bombay High Court challenging this order of the DRAT. Hans Ispat Limited has also filed an appeal in the DRAT against the order of the Recovery officer, DRT Ahmedabad finalising the sale of the mortgaged property where in DRAT has directed Hans Ispat Limited to deposit Rs. 25 crores in 4 equal installments within 7 weeks. The said appeals are pending for further hearing.</p> <p>These conditions indicate the existence of a material uncertainty that may cast significant doubt about the said Wholly Owned Subsidiary Company's ability to continue as a going concern.</p>
10	Considering the outlook of the current situation as stated in para 9(d), during the quarter ended as on June 30, 2023 the group have provided an impairment on goodwill of Rs Nil (during the quarter ended as at March 31, 2023 and year ended March 31, 2023 of Rs 36.46 Crore) and have been shown as exceptional item.
11	Biporjoy cyclone crossed kutch region during second week of June 2023 and therefore Special Steel Division situated at Kutch region were temporary shut down on June 15, 2023 and June 16, 2023. The operations of the said division was commenced from June 17, 2023 in phased manner. There was no material impact on the assets or operations of the company except loss of revenue and profit during the said period. The company has given shelter and took care of 1000+ workers during this period.
12	Figure of previous period's have been regrouped, wherever considered necessary to make them comparable to current period figure.

FOR ELECTROTHERM (INDIA) LIMITED



SHAILESH BHANDARI  
MANAGING DIRECTOR  
(DIN: 00058866)

Place: Ahmedabad  
Date: August 11, 2023



**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED CONSOLIDATED FINANCIAL RESULT OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.**

**THE BOARD OF DIRECTORS OF ELECTROTHERM (INDIA) LIMITED**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Electrotherm (India) Limited ("Holding Company") and its subsidiaries and joint venture (the Holding Company and its subsidiaries and joint venture together referred to as the "Group"), for the quarter ended June 30, 2023 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (IndAS34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of following companies:
  - a) Jinhua Indus Enterprise Limited (Republic of China, Wholly Owned Subsidiary)
  - b) Jinhua Jahari Enterprise Limited (Republic of China, fellow Subsidiary)
  - c) ET Elec-Trans Limited (Subsidiary)
  - d) Hans Ispat Limited (Wholly Owned Subsidiary)
  - e) Shree Ram Electro Cast Limited (Wholly Owned Subsidiary)
  - f) Electrotherm Services Limited (Wholly Owned Subsidiary)
  - g) Bhaskarpara Coal Company Limited (Joint Venture)



5. Basis for Qualified Opinion

*We draw attention to Note 5 to the consolidated financial results for non-provision of interest on NPA accounts of banks on approximate basis of Rs 32.97 Crore, for the quarter under consideration and the total amount of such unprovided interest till date is Rs 837.77 Crore. The exact amount of the said non-provision of interest are not determined and accordingly the amount of Net Profit for the quarter is overstated by Rs 32.97 Crore and the amount of Bank/Asset Reconstruction Company (ARC) liability and Total retained earnings/(loss) as on June 30, 2023 is understated by Rs 837.77 Crore.*

*Our audit report for the previous year ended March 31, 2023 and limited review report for the quarter ended June 30, 2022 were also qualified in respect of this matter.*

6. Material Uncertainty Related to Going Concern of its Subsidiaries and Joint Venture

**A. Bhaskarpara Coal Company Limited**

We draw attention on Note No 9(a) of the consolidated financial result, relating to the actions taken by Ministry of Coal, Government of India for de-allocation of the Coal block in Joint venture Bhaskarpara Coal Company Limited, affecting the going concern of the said company.

**B. Shree Ram Electrocast Limited**

We draw attention on Note No 9(b) of the consolidated financial result, relating to the actions taken by State Bank of India under SARFAESI Act, 2002 and subsequent action of the sale through auction of the assets of the Company by Bank affecting the going concern of the said company.

**C. ET Elec-Trans Limited**

We draw attention on Note No 9(c) of the consolidated financial result, ET Elec-Trans Limited has a cash loss of Rs 0.00 Crore and accumulated losses of Rs 1.48 Crore, which has fully eroded the net worth of the said company. These conditions, indicate the existence of a material uncertainty that may cast significant doubt about the said Company's ability to continue as a going concern.

**D. Hans Ispat Limited**

We draw attention on Note No. 9(d) of the consolidated annual financial results in respect of pending appeal filed against order of DRT Ahmedabad for sale of property of the Wholly owned subsidiary M/s Hans Ispat Limited. The said appeal is pending in DRAT, Mumbai for further hearing. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the said subsidiary company's ability to continue as a going concern.

7. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 9 below, except for the possible effect of the matter described in previous section, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

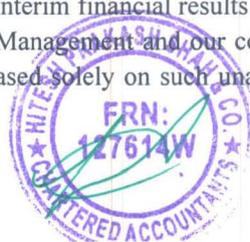


8. Mainly, attention is invited to the followings: -

- (a) **Note No 3** to the consolidated financial results related to non-payment of Installment due from December 31, 2019 to June 30, 2023 and major of the Interest due for the period from September 30, 2020 to June 30, 2023 and further the group has requested all lenders to allow this moratorium period for the payments and the lenders are yet to confirm the revised repayment schedule.
- (b) **Note No 4(a)** to the consolidated financial result related to statutory demand notice issued by Edelweiss Asset Reconstruction Company Limited under section 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI") read with Security Interest (Enforcement) Rules, 2002 to discharge the liabilities.
- (c) **Note No 4(b) & (c)** to the consolidated financial result related to petition filed under section 7 of the Insolvency and Bankruptcy Code, 2016 before the Hon'ble National Company Law Tribunal (NCLT), Ahmedabad for initiating Corporate Insolvency Resolution Process (CIRP) against the Holding Company by Edelweiss Asset Reconstruction Company Limited and Union Bank of India
- (d) **Note No 6** to the consolidated financial result related to default in complying with the terms and conditions of settlement entered with the Banks / ARCs (other than Central Bank of India) and the uncertainty about the amount of final liability and the impact of the settlement with Central Bank of India.
- (e) **Note No 7** to the consolidated financial result in respect of confirmation / reconciliation of few accounts of "Trade Receivables", "Trade Payables", "Advance from Customers", Advances Recoverable in Cash or Kind", and "Advance to suppliers and other parties" and the amounts of inventories are as taken by the management.
- (f) **Note No 8** to the consolidated financial result in respect of pending enquiries/notices/summons/ litigation /recovery proceedings against the group and the Directors of the Group.
- (g) **Note No 9(d)** to the consolidated financial result related in respect of pending appeal file against the order of DRT Ahmedabad filed for sale of property of the wholly owned subsidiary M/s Hans Ispat Limited.

Our conclusion is not modified in respect of these matters.

9. The accompanying Statement includes the unaudited interim financial results and other financial information of 4 subsidiaries and whose unaudited interim financial results and other financial information reflect total revenues of Rs 0.01 crore (before consolidation adjustments), total net loss after tax of Rs. 0.49 crores (before consolidation adjustments), total comprehensive loss of Rs. 0.49 crores (before consolidation adjustments), for the quarter ended June 30, 2023, as considered in the Statement which have been reviewed by their respective independent auditors. The independent auditor's reports on interim financial results and other financial information of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries are based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.
10. The accompanying Statement includes the unaudited interim financial results and other financial information of 2 foreign subsidiaries and whose unaudited interim financial results and other financial information reflect total revenues of Rs 0.00 crore (before consolidation adjustments), total net loss after tax of Rs. 0.03 crores (before consolidation adjustments), total comprehensive loss of Rs. 0.03 crores (before consolidation adjustments), for the quarter ended June 30, 2023, as considered in the Statement. The Statement also include the Group's share net profit/(loss) after tax of Rs 0.00 crore (before consolidation adjustments) and total comprehensive income of Rs 0.00 crore (before consolidation adjustments), for the quarter ended on 30<sup>th</sup> June, 2023 as considered in the statement in respect of one joint venture. These unaudited interim financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, are based solely on such unaudited interim financial results and other



unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 9 and 10 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/financial information certified by the Management.

FOR, HITESH PRAKASH SHAH & CO  
(FIRM REGD.NO: 127614W)  
CHARTERED ACCOUNTANTS



HITESH P SHAH  
PARTNER  
MEMBERSHIP NO. 124095

PLACE: AHMEDABAD  
DATE: 11<sup>th</sup> August, 2023  
UDIN: 23124095BGXFRT3384