

# Monnet Ispat & Energy Limited

(Joint Venture Company by AION & JSW Steel Limited)

Village & P.O.: Naharpali, Tehsil.: Kharsia, Raigarh – 496 661 (Chhattisgarh)

CIN : L02710CT1990PLC009826, GST : 22AAACM0501D1ZK

Phone : +91 7762 275 502 / 03 / 04, Fax : +91 7762 275 505 , +91 7762 391 510

E-mail : raigarh@aionjsw.in, Website : www.aionjsw.in

## E-mail/ Online Upload Copy

July 24, 2019

DGM-Deptt. of Corporate Services  
BSE Limited  
Phiroze Jeejeebhoy Towers, Dalal Street,  
MUMBAI-400001

Listing Department  
National Stock Exchange of India  
'Exchange Plaza', Bandra Kurla Complex,  
MUMBAI-400051

Listing Department  
Calcutta Stock Exchange Limited  
"7, Lyons Range,  
KOLKATA-700001

**BSE Scrip Code: 513446 / NSE Scrip Code: AIONJSW**

**SUB: Approval of un-audited standalone and consolidated financial results for the quarter ended 30<sup>th</sup> June, 2019**

Dear Sir,

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. 24<sup>th</sup> July, 2019, has, inter alia, approved the unaudited standalone and consolidated financial results of the Company for the quarter ended 30<sup>th</sup> June, 2019.

Accordingly, please find enclosed the following:

- i. Un-audited standalone financial results of the Company for the quarter ended 30<sup>th</sup> June, 2019 together with the Limited Review Report, thereon by the Auditors, enclosed as **Annexure-I**;
- ii. Unaudited consolidated financial results of the Company for the quarter ended 30<sup>th</sup> June, 2019 together with the Limited Review Report, thereon by the Auditors, enclosed as **Annexure-II**;

The meeting commenced at 01:45 P.M. and concluded at 07:55 P.M.

You are requested to take the above information on record.

Thanking you,

Yours faithfully,

For Monnet Ispat and Energy Limited



(Ajay Kadhao)  
Company Secretary &  
Compliance Officer  
M.No. 13444

## MONNET ISPAT AND ENERGY LIMITED

Corporate Office : Art Guild House, A-Wing, 2nd Floor, Unit No-13, Phoenix Mall Compound, LBS Marg, Kurla West, Mumbai-400070

Regd. Office : Monnet Marg, Mandir Hasaud, Raipur - 492 101 (Chhattisgarh)

Tel. No. +91 22 40435999; E-mail: isc\_miel@aionjsw.in

Website: www.aionjsw.com CIN No. L02710CT1990PLC009826

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE, 2019

(Rs. in Crore, except per share data)

Sr No.	Particulars	Standalone			
		Quarter Ended			Year Ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Refer note 5	Unaudited	Audited
1	<b>Income from operations</b>				
	(a) Gross sales	775.55	530.56	432.21	1,872.35
	(b) Other operating income	1.54	2.26	0.84	7.06
	<b>Total revenue from operations</b>	<b>777.09</b>	<b>532.82</b>	<b>433.05</b>	<b>1,879.41</b>
	Other income	5.50	7.34	10.93	26.83
	<b>Total income</b>	<b>782.59</b>	<b>540.16</b>	<b>443.98</b>	<b>1,906.24</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	674.17	580.27	364.93	1,728.32
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(129.13)	(165.90)	(17.97)	(250.32)
	(c) Employee benefits expense	33.49	29.20	19.23	89.34
	(d) Finance costs	61.99	53.34	326.92	445.27
	(e) Depreciation and amortization expense	53.49	50.92	87.57	275.60
	(f) Power and fuel	117.65	72.55	18.46	147.85
	(g) Other expenses	106.17	58.82	34.58	163.37
	<b>Total expenses</b>	<b>917.83</b>	<b>679.20</b>	<b>833.72</b>	<b>2,599.43</b>
3	<b>Loss before exceptional items and tax (1-2)</b>	<b>(135.24)</b>	<b>(139.04)</b>	<b>(389.74)</b>	<b>(693.19)</b>
4	Exceptional items (refer note 2)	-	(4.89)	-	2,767.92
5	<b>Loss before tax (3-4)</b>	<b>(135.24)</b>	<b>(134.15)</b>	<b>(389.74)</b>	<b>(3,461.11)</b>
6	<b>Tax expense:</b>				
	(i) Current tax	-	-	-	-
	(ii) Deferred tax	-	-	-	-
7	<b>Loss after tax for the period/year (5 ± 6)</b>	<b>(135.24)</b>	<b>(134.15)</b>	<b>(389.74)</b>	<b>(3,461.11)</b>
8	<b>Other comprehensive income/ (loss)</b>				
	Items that will not be reclassified to profit or loss	0.21	(31.24)	(1.87)	(33.04)
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	<b>Total other comprehensive income/ (loss)</b>	<b>0.21</b>	<b>(31.24)</b>	<b>(1.87)</b>	<b>(33.04)</b>
9	<b>Total comprehensive loss for the period/ year (comprising loss and other comprehensive loss for the period year) (7+8)</b>	<b>(135.03)</b>	<b>(165.39)</b>	<b>(391.61)</b>	<b>(3,494.15)</b>
10	Paid-up equity share capital (Face value of Rs.10/- per share fully paid-up)	469.55	469.55	200.77	469.55
11	Other equity	-	-	-	982.27
12	<b>Earnings per share (EPS) (not annualised)</b>				
	(a) Basic (Rs.)	(2.88)	(2.86)	(19.41)	(94.44)
	(b) Diluted (Rs.)	(2.88)	(2.86)	(19.41)	(94.44)



**Notes :**

1. The Company has adopted Ind AS 116 'Leases' effective 1 April 2019 and applied the Standard to its leases. This has resulted in recognizing a Right-of-Use asset and a corresponding Lease Liability of Rs 14 crore as at 1 April 2019. The impact on the profit for the quarter is not material.
2. Exceptional items comprise (i) impairment of property, plant and equipment, investments, inventories, receivables and current and non-current assets as reduced by write-back of certain current and non-current liabilities, amounting to Rs. 2,740.92 crores recognised during the year ended 31 March 2019 adjusted for the reduction of Rs. 31.89 crore upon review of such items during the quarter ended 31 March 2019, and (ii) plant start-up expenses of Rs. 27 crore incurred during the quarter ended 31 March 2019 towards certain manufacturing facilities at Raigarh unit, which were non-operational for a long period of time.
3. During the year ended 31 March 2019, the Resolution Plan under the Insolvency Bankruptcy Code, 2016, submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited (the "consortium") for the Company was approved by the National Company Law Tribunal on 24 July 2018, with modifications. Pursuant to such approval, the Resolution Plan was implemented with effect from 31 August 2018.
4. The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per Ind AS 108- Operating Segments.
5. The figures of the quarter ended 31 March 2019 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto third quarter of the relevant financial year.
6. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meeting held on 24 July 2019. The comparative financial information of the Company for the quarter ended 30 June 2018 and for the quarter and year ended 31 March 2019 have been reviewed by the predecessor statutory auditors. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter ended 30 June 2019.
7. The figures for the corresponding previous periods have been restated/ regrouped wherever necessary to make them comparable.

**For Monnet Ispat and Energy Limited**



**Ravichandar Moorthy Dhakshana**  
Whole-Time Director  
DIN: 03298700



**Date: 24 July 2019**  
**Place: Mumbai**

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM  
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
MONNET ISPAT AND ENERGY LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **MONNET ISPAT AND ENERGY LIMITED** (the "Company"), for the quarter ended June 30, 2019 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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. Based on our review conducted as stated in paragraph 3 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

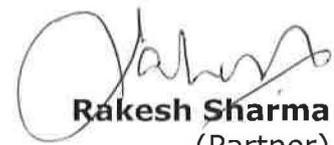


**Deloitte  
Haskins & Sells LLP**

5. The comparative financial information of the Company for the quarter ended June 30, 2018 and for the quarter and year ended March 31, 2019 prepared in accordance with Ind AS included in this Statement have been reviewed by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated August 14, 2018 and May 17, 2019 respectively, expressed an unmodified conclusion.

Our conclusion on the Statement is not modified in respect of this matter.

**For DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



**Rakesh Sharma**  
(Partner)  
(Membership No. 102042)  
(UDIN: 19102042AAAAAR2011)

Place: MUMBAI  
Date: July 24, 2019

## MONNET ISPAT AND ENERGY LIMITED

Corporate Office : Art Guild House, A-Wing, 2nd Floor, Unit No-13, Phoenix Mall Compound, LBS Marg, Kurla West, Mumbai-400070

Regd. Office : Monnet Marg, Mandir Hasaud, Raipur - 492 101 (Chhattisgarh)

Tel. No. +91 22 40435999; E-mail: isc\_miel@aionjsw.in

Website: www.aionjsw.com CIN No. L02710CT1990PLC009826

## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE, 2019

(Rs in Crore, except per share data)

Sr No.	Particulars	Consolidated			
		Quarter Ended			Year Ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		Unaudited	Refer note 5	Unaudited	Audited
1	<b>Income from operations</b>				
	(a) Gross sales	775.55	530.56	432.21	1,872.35
	(b) Other operating income	1.54	2.26	0.84	7.06
	<b>Total revenue from operations</b>	<b>777.09</b>	<b>532.82</b>	<b>433.05</b>	<b>1,879.41</b>
	Other income	5.50	7.26	10.93	27.00
	<b>Total income</b>	<b>782.59</b>	<b>540.08</b>	<b>443.98</b>	<b>1,906.41</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	674.17	580.27	364.93	1,728.32
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(129.13)	(165.90)	(17.97)	(250.32)
	(c) Employee benefits expense	33.60	30.03	19.52	90.35
	(d) Finance costs	61.99	44.64	326.92	445.27
	(e) Depreciation and amortization expense	53.91	51.56	88.14	277.51
	(f) Power and fuel	117.65	72.55	18.46	147.85
	(g) Other expenses	106.35	59.35	34.76	164.00
	<b>Total expenses</b>	<b>918.54</b>	<b>672.50</b>	<b>834.76</b>	<b>2,602.98</b>
3	<b>Share of (loss)/ profit of joint venture and an associate</b>	-	-	-	-
4	<b>Loss before exceptional items and tax (1-2+3)</b>	<b>(135.95)</b>	<b>(132.42)</b>	<b>(390.78)</b>	<b>(696.57)</b>
5	Exceptional items (refer note 2)	-	17.40	1.79	2,855.67
6	<b>Loss before tax (4-5)</b>	<b>(135.95)</b>	<b>(149.82)</b>	<b>(392.57)</b>	<b>(3,552.24)</b>
7	<b>Tax expense:</b>				
	(i) Current tax	-	-	-	-
	(ii) Deferred tax	-	-	-	-
8	<b>Loss after tax for the period/year (6-7)</b>	<b>(135.95)</b>	<b>(149.82)</b>	<b>(392.57)</b>	<b>(3,552.24)</b>
	<b>Attributable to</b>				
	<b>Owners of the Company</b>	<b>(135.95)</b>	<b>(149.80)</b>	<b>(392.50)</b>	<b>(3,552.11)</b>
	Non controlling interests	(0.00)	(0.02)	(0.06)	(0.13)
9	<b>Other comprehensive income/(loss)</b>				
	Items that will not be classified to profit or loss	0.21	(31.26)	(1.87)	(33.06)
	Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	Items that will be classified to profit or loss	2.37	9.87	(14.34)	9.98
	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	<b>Total other comprehensive income/ (loss)</b>	<b>2.58</b>	<b>(21.39)</b>	<b>(16.21)</b>	<b>(23.08)</b>
	<b>Attributable to</b>				
	<b>Owners of the Company</b>	<b>2.58</b>	<b>(21.39)</b>	<b>(16.21)</b>	<b>(23.08)</b>
	Non controlling interests	-	-	-	-
10	<b>Total comprehensive loss for the period/ year (8+9)</b>	<b>(133.37)</b>	<b>(171.21)</b>	<b>(408.78)</b>	<b>(3,575.32)</b>
	<b>Attributable to</b>				
	<b>Owners of the Company</b>	<b>(133.37)</b>	<b>(171.19)</b>	<b>(408.72)</b>	<b>(3,575.19)</b>
	Non controlling interests	(0.00)	(0.02)	(0.06)	(0.13)
11	Paid-up equity share capital (Face value of Rs.10/- per share fully paid-up)	469.55	469.55	200.77	469.55
12	Other equity	-	-	-	698.48
13	<b>Earnings per share (EPS) (not annualised)</b>				
	(a) Basic (Rs.)	(2.90)	(3.19)	(19.55)	(96.92)
	(b) Diluted (Rs.)	(2.90)	(3.19)	(19.55)	(96.92)



**Notes :**

1. The Group has adopted Ind AS 116 'Leases' effective 1 April 2019 and applied the Standard to its leases. This has resulted in recognizing a Right-of-Use asset and a corresponding Lease Liability of Rs 14 crore as at 1 April 2019. The impact on the profit for the quarter is not material.
2. Exceptional items comprise (i) impairment of property, plant and equipment, investments, inventories, receivables and, current and non-current assets as reduced by write-back of certain current and non-current liabilities, amounting to Rs. 2,828.67 crore recognised during the year ended 31 March 2019 adjusted for the reduction of Rs. 31.89 crore upon review of such items during the quarter ended 31 March 2019, and (ii) plant start-up expenses of Rs. 27 crore incurred during the quarter ended 31 March 2019 towards certain manufacturing facilities at Raigarh unit, which were non-operational for a long period of time.
3. During the year ended 31 March 2019, the Resolution Plan under the Insolvency Bankruptcy Code, 2016, submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited (the "consortium") for the Company was approved by the National Company Law Tribunal on 24 July 2018, with modifications. Pursuant to such approval, the Resolution Plan was implemented with effect from 31 August 2018.
4. The Group is in the business of manufacturing steel products and hence has only one reportable operating segment as per Ind AS 108- Operating Segments.
5. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meeting held on 24 July 2019. The comparative financial information of the Group for the quarter ended 30 June 2018 and for the quarter and year ended 31 March 2019 have been reviewed by the predecessor statutory auditors. The Statutory Auditors of the Company have carried out a Limited Review of the results for the quarter ended 30 June 2019.
6. The figures for the corresponding previous periods have been restated/ regrouped wherever necessary to make them comparable.

**For Monnet Ispat and Energy Limited**

  
**Ravichandar Moorthy Dhakshana**  
**Whole-Time Director**  
**DIN: 03298700**



**Date: 24 July 2019**

**Place: Mumbai**

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF  
INTERIM CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
MONNET ISPAT AND ENERGY LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **MONNET ISPAT AND ENERGY LIMITED** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net loss and total comprehensive loss of its associate and joint ventures for the quarter ended June 30, 2019 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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. The Statement includes the results of the entities listed in Annexure "A" to this report.



5. Based on our review conducted as stated in paragraph 3 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 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The consolidated unaudited financial results includes the interim financial information/ financial results of 7 subsidiaries which have not been reviewed by their respective auditors, whose interim financial results reflect total revenues of Rs. Nil, total loss after tax of Rs. 0.71 crore and total comprehensive loss of Rs. 0.71 crore, for the quarter ended 30 June 2019, as considered in the Statement. The consolidated unaudited financial results also includes the Group's share of profit after tax of Rs. Nil and total comprehensive income of Rs. Nil for the quarter ended 30 June 2019, in respect of 5 joint ventures, based on their interim financial information/ financial results which have not been reviewed by their respective auditors. According to the information and explanations given to us by the Management, these interim financial information/ financial results are not material to the Group.

The financial results of an associate have not been furnished. Corporate Insolvency Resolution Process (CIRP) has been initiated in respect of this associate under the provisions of the Insolvency and Bankruptcy Code, 2016. However, in view of the last audited financial statements and other financial information available, the Company has written off its investment in the aforesaid entity. In our opinion and according to the information and explanations given to us by the Management, non-receipt of these financial results/ financial information will have no impact on the consolidated financial results of the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information/ financial results certified by the Management.

7. The comparative financial information of the Group for the quarter ended 30 June 2018 and for the quarter and year ended 31 March 2019 included in this Statement have been reviewed by the predecessor auditor. The reports of the predecessor auditor on these comparative financial information dated 17 May 2019 expressed unmodified conclusions.



**Deloitte  
Haskins & Sells LLP**

Our conclusion on the Statement is not modified in respect of this matter.

**For DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



**Rakesh Sharma  
Partner**

(Membership No. 102042)  
(UDIN: 19102042AAAAAT4409)

Mumbai, July 24, 2019

**Annexure "A" List of entities included in the Statement**

**(i) Subsidiaries**

- (a) Monnet Global Limited
- (b) Monnet Cement Limited
- (c) Chomal Exports Private Limited
- (d) Monnet Sports Foundation
- (e) Pt. Sarwa Sembada Karya Bumi
- (f) LLC Black Sea Natural Resources
- (g) Khasjamda Mining Company

**(ii) Jointly controlled entity**

- (a) Mandakini Coal Company Limited
- (b) Solace Land Holding Limited
- (c) Monnet Ecomaister Enviro Private Limited
- (d) MP Monnet Mining Company Limited
- (e) Urtan North Mining Company Limited

**(iii) Associate**

- (a) Monnet Power Company Limited

