

**Ref. No. RSL/2021-22/ 133**  
**February 12, 2022**

To,  
Department of Corporate Services  
The Bombay Stock Exchange Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai- 400 001.  
Script Code: 513558

**Sub: Statement of Unaudited Quarterly Financial Results of the Real Strips Limited ("the Company) for the quarter ended on 31<sup>st</sup>December, 2021**

Dear Sir,

We hereby inform you that the unaudited quarterly financial results of the Company for the quarter ended December 31, 2021 ("Quarterly Results") were placed at a meeting of Board of Directors of the Company on February 12, 2022. Accordingly, the unaudited financials of the Company have today been taken on record by the Board in consultation with the CFO and the Auditor.

Please note that the Resolution Plan submitted by Raajratna Metals Industries Limited (Resolution Applicant) in the CIRP of Real Strips Limited has now been approved/allowed by the Hon'ble National Company Law Tribunal, Ahmedabad Bench via order dated 04-01-2022 (Copy of order uploaded on the website of NCLT on 05-01-2022). The CIRP of the Company has therefore concluded and Mr. Ramchandra Dallaram Choudhary has ceased to be the resolution professional of the Company, effective on and from date of order being 04-01-2022.

A copy of said order has already been provided to the relevant Stock Exchanges by a disclosure dated 05-01-2022 and has also been uploaded on the Company's website.

The above financial results were approved by the Directors of the Company at a meeting held on February 12, 2022. Given that the Company was under corporate insolvency resolution process pursuant to the provisions of the Insolvency and Bankruptcy Code, 2016 (the Code) and the Hon'ble NCLT Ahmedabad Bench vide order dated 04.01.2022 has approved the Resolution Plan. Accordingly, Monitoring Committee was constituted. Pursuant to meeting of Monitoring Committee held on 07<sup>th</sup> January, 2022 Friday, the existing Board of Real Strips Limited was authorized to conduct the aforesaid meeting of the Directors which chaired by Mr. Ramchandra Dallaram Choudhary who, relying on the certifications, representations and statements of the Directors and management of the Company and the consequent recommendation of the Directors, took on record the Unaudited Financial Results for the quarter ended December 31, 2021.



# REALSTRIPS LTD.

Manufacturer of Stainless Steel Strips & Coils

An ISO 9001 : 2015 Certified Company



CIN : L27100GJ1990PLC014383

Regd. Off. : Survey No. 245-246, Village Sari, Ahmedabad-Bavla Highway, Taluka Sanand, Dist.: Ahmedabad. Pin Code - 382 220. (Gujarat)

Works : (O) +91 92280 02011 / 12 E-mail: info@realstrips.com Website: www.realstrips.com

In accordance with Regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the following are herewith enclosed:

- Unaudited Financial Results for the quarter ended December 31, 2021;
- Limited Review Report by Auditor.

Further, please note that the Company has already made necessary arrangement to publish the same in newspaper as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The meeting was concluded at.....8:00 PM on February 12, 2022.

The above is for your information and records please.

Thanking you,

Yours Faithfully

For Real Strips Limited

**Ramcharan Beriwal**  
(Chief Financial Officer)





**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY AND YEAR TO DATE UNAUDITED STANDALONE FINANCIAL RESULTS 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  
Real Strips Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Real Strips Limited** ("the Company"), for the quarter ended December 31, 2021 and year to date from April 1, 2021 to December 31, 2021 (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. Pursuant to section 30(6) read with Section 31 of the Insolvency and Bankruptcy Code, 2016 ("IBC") read with regulation 39(4) of IBBI (Insolvency Resolution Process for Corporate Persons), the Hon'ble National Company Law Tribunal, Ahmedabad Branch has vide order IA/518(AHM) 2021 in CP(IB) 307 of 2020 dated 04.01.2022 approved the Resolution Plan submitted by the Resolution Applicant ("RA") i.e. Raajratna Metal Industries Limited and as approved by the Committee of Creditors ("COC").

These financial statements have been prepared by the management of the company and certified by Mr. Ramcharan Beriwala, Chief Financial Officer and taken on record by the Chairman of the Managing Committee. This financial statement 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. 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 for Qualified Opinion

(a) We draw attention to Note No. 3 regarding non-recognition/providing of interest amounting to Rs 230.37 Lakhs and Rs. 693.64 lakhs for the quarter and nine months ended as on December 31, 2021 respectively and Cumulative interest from March 9,2021 to December 31,2021 of Rs. 755.35 lakhs on borrowing from inter corporate deposits which is not in compliance with requirements of Ind AS23 on "Borrowing Cost" read with Ind AS-109 on "Financial Instruments". Had provision for interest be recognized, finance cost, total expenses, for the quarter and nine months ended on December,2021 would have been higher by Rs 230.37 Lakhs and Rs. 693.64 lakhs respectively and similarly the profit and total comprehensive income for the quarter and nine months ended on December 31,2021 would have been lower by the equivalent amount and having consequential impact on other current financial liability and other equity as mentioned above.

(b) We draw attention to Note No.4 of the financial Results, no impairment assessment of tangible and intangible assets in carrying value as at December 31, 2021 is made. Therefore we are unable to comment on consequential impairment, if any that is required to be made in carrying value of property, plant and equipment and intangible assets.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

5. Based on our review conducted as above, except for possible effect of our observations described in the basis of Qualified opinion 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.

FOR, HITESH PRAKASH SHAH & CO

(FIRM REGD.NO: 127614W)

CHARTERED ACCOUNTANTS



HITESH P SHAH  
PARTNER

MEMBERSHIP NO. 124095

PLACE: AHMEDABAD

DATE: February 12, 2022

UDIN: 22124095ABRTXR6026

# REAL STRIPS LIMITED

Registered Office: Survey No.245-246, Village Sari, Ahmedabad-Bavla Highway, Taluka Sanand, Dist.: Ahmedabad - 382220, Gujarat.

E-mail: ramcharan@realstrips.com; website: www.realstrips.com; Phone No.: +91 92280 02011 / 02012

CIN.: L27100GJ1990PLC014383

Com. No. Bombay Stock Exchange :- 513558

Statement of Unaudited Financial Results for the Quarter and Nine Month Ended 31st December 2021

(Rs In Lakhs except as stated)

Sr. No.	PARTICULARS	Quarter Ended			Nine Month Ended		Year Ended
		31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations	6,031.82	4,368.93	3,993.53	13,293.25	8,233.39	12,213.93
2	Other Income						
	(a) Other Income	19.11	12.42	14.92	70.28	208.69	266.51
	(b) Bad Debt Recovered	-	-	-	-	20.57	22.57
3	<b>Total Income (1+2)</b>	<b>6,050.93</b>	<b>4,381.35</b>	<b>4,008.45</b>	<b>13,363.53</b>	<b>8,462.65</b>	<b>12,503.01</b>
4	Expenses						
	a) Cost of Materials Consumed	4,314.14	3,166.07	2,446.77	9,518.32	4,604.26	7,065.98
	b) Changes in Inventories of Finished Goods and Work in Progress.	(307.50)	(473.43)	(353.71)	(1,085.01)	(200.09)	(330.02)
	c) Employees Benefits Expenses	337.65	314.77	316.63	878.96	753.65	1,030.07
	d) Finance Costs	0.25	5.55	256.07	6.04	773.93	968.22
	e) Depreciation and amortisation Expenses	112.61	109.80	96.22	323.52	275.59	365.58
	f) Other Expenses	1,350.66	995.20	1,098.08	3,233.04	2,024.45	3,142.95
	g) Bad-Debts/Amounts written off	-	-	-	-	-	1,602.00
	<b>Total Expenses</b>	<b>5,807.81</b>	<b>4,117.96</b>	<b>3,860.06</b>	<b>12,874.87</b>	<b>8,231.79</b>	<b>13,844.78</b>
5	<b>Profit/(Loss) from ordinary activities before exceptional items and tax (3-4)</b>	<b>243.12</b>	<b>263.39</b>	<b>148.39</b>	<b>488.66</b>	<b>230.86</b>	<b>(1,341.77)</b>
6	Exceptional Items	-	-	-	-	-	-
7	<b>Profit/(Loss) before tax (5+6)</b>	<b>243.12</b>	<b>263.39</b>	<b>148.39</b>	<b>488.66</b>	<b>230.86</b>	<b>(1,341.77)</b>
8	Tax Expenses						
	a) Current Tax	-	-	-	-	-	-
	b) Tax on settlement	-	-	-	-	-	43.35
	c) Earlier year tax	-	-	-	-	-	14.51
9	<b>Profit/(Loss) for the period (7-8)</b>	<b>243.12</b>	<b>263.39</b>	<b>148.39</b>	<b>488.66</b>	<b>230.86</b>	<b>(1,399.63)</b>
10	Other Comprehensive Income						
	- Items that will not be reclassified to Profit & Loss	-	-	-	-	-	18.83
11	<b>Total Comprehensive Income/(Loss) after Tax (9+10)</b>	<b>243.12</b>	<b>263.39</b>	<b>148.39</b>	<b>488.66</b>	<b>230.86</b>	<b>(1,380.80)</b>
12	Other Equity excluding Revaluation Reserve as on 31st March	-	-	-	-	-	(3,062.72)
13	Paid-up equity share capital (Face value of Rs.10/- each)	597.50	597.50	597.50	597.50	597.50	597.50
14	Earning Per Share (EPS) (In Rs.) (Not annualized for the quarter)						
	Basic and Diluted	4.07	4.40	2.48	8.17	3.86	(23.41)

## SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

(Rs. In Lakhs)

Sr.No.	PARTICULARS	Quarter Ended			Nine Month Ended		Year Ended
		31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
	(a) Cold Rolled Stainless Strips / Coils	6,031.82	4,359.37	3,993.53	13,283.69	8,218.50	12,199.04
	(b) Windmill	76.51	156.08	83.11	326.42	261.41	333.79
	<b>Total</b>	<b>6,108.33</b>	<b>4,515.45</b>	<b>4,076.64</b>	<b>13,610.11</b>	<b>8,479.91</b>	<b>12,532.83</b>
	Less: Inter Segment Revenue	76.51	146.52	83.11	316.86	246.52	318.90
	<b>Net Sales / Income from Operations</b>	<b>6,031.82</b>	<b>4,368.93</b>	<b>3,993.53</b>	<b>13,293.25</b>	<b>8,233.39</b>	<b>12,213.93</b>
2	Segment Results Profit Before Finance Cost, Interest & Other Income and Tax						
	(a) Cold Rolled Stainless Strips / Coils	179.15	148.60	361.73	259.09	859.42	(582.07)
	(b) Windmill	24.83	108.83	31.20	169.82	106.69	146.40
	<b>Total</b>	<b>203.98</b>	<b>257.43</b>	<b>392.93</b>	<b>428.91</b>	<b>966.11</b>	<b>(435.67)</b>
	Add: Interest Income, Lease Rental Income (Net) & Fair Value gain/(loss) on financial instruments at fair value through profit and loss	39.39	11.51	11.53	65.79	38.68	62.12
	Less: Interest & Finance Charges	0.25	5.55	256.07	6.04	773.93	968.22
	<b>Profit/(Loss) Before Tax</b>	<b>243.12</b>	<b>263.39</b>	<b>148.39</b>	<b>488.66</b>	<b>230.86</b>	<b>(1,341.77)</b>
3	Segment Assets						
	(a) Cold Rolled Stainless Strips / Coils	7,978.26	7,849.42	8,215.16	7,978.26	8,215.16	6,639.80
	(b) Windmill	1,032.86	1,055.71	1,098.05	1,032.86	1,098.05	1,103.81
	(c) Unallocable	321.59	264.39	287.51	321.59	287.51	473.88
	<b>Total Assets</b>	<b>9,332.71</b>	<b>9,169.52</b>	<b>9,600.72</b>	<b>9,332.71</b>	<b>9,600.72</b>	<b>8,217.49</b>
	Segment Liabilities						
	(a) Cold Rolled Stainless Strips / Coils	1,858.25	1,954.60	1,120.81	1,858.25	1,120.81	1,228.09
	(b) Windmill	19.46	3.05	34.01	19.46	34.01	23.07
	(c) Unallocable	9,431.55	9,431.55	9,299.47	9,431.55	9,299.47	9,431.55
	<b>Total Liabilities</b>	<b>11,309.26</b>	<b>11,389.20</b>	<b>10,454.29</b>	<b>11,309.26</b>	<b>10,454.29</b>	<b>10,682.71</b>



## Notes to the financial results:

- 1 The company had defaulted in the repayment of loan amounting to Rs 7,700.00 Lakhs being principal amount during the period from October 7, 2019 till December 31, 2021 and Rs 1,721.55 Lakhs towards interest during the period from October 7, 2019 till March 9, 2021 to the financial creditor namely Raajratna Metal Industries Limited. Accordingly, Raajratna Metal Industries Limited filed petition before the Hon'ble National Company Law Tribunal (NCLT), Ahmedabad Bench under section of The Insolvency and Bankruptcy Code, 2016 (the Code) read with the rule of the Insolvency and Bankruptcy Code (Application to the Adjudicating Authority) Rules, 2016 to initiate corporate insolvency resolution process against the Corporate Debtor. Further, on March 9, 2021, the Hon'ble NCLT, Ahmedabad Bench had admitted the petition filed by financial creditor for initiation of Corporate Insolvency Resolution process (CIRP) under the Insolvency and Bankruptcy Code, 2016 and appointed Mr. Ramchandra Dallaram Choudhary as the Interim Resolution Professional (IRP). Thereafter, in the first meeting of committee of creditors (CoC) held on 08th April, 2021 the members of the Committee of Creditors approved the appointment of Mr. Ramchandra Dallaram Choudhary having IBBI No: IBBI/IPA-001/IP-P00157/2017-2018/10326 as Resolution Professional (RP) to carry out the functions entrusted by the provisions of the Insolvency and Bankruptcy Code, 2016, Rules and Regulations thereto. Further, in accordance with the provisions of section 23 of the Code, the resolution professional shall conduct the entire corporate insolvency resolution process and manage the operations of the corporate debtor during the corporate insolvency resolution process period. Further, the resolution professional shall continue to manage the operations of the corporate debtor until an order approving the resolution plan under sub-section (1) of section 31 or appointing liquidator under section 34 is passed by the Adjudicating Authority.
- As per the requirement of the IBC, 2016" and "CIRP Regulations" Resolution Professional has invited expression of Interested (EOI) from prospective Resolutions Applicants (PRAs) to submit the Resolution Plan for the Company. The resolution plan received was placed in the third meeting of CoC held on June 25, 2021 and the same was approved by all the members of the CoC with requisite majority through the e- voting process. Accordingly, the Resolution Professional has filed an application before the Hon'ble NCLT, Ahmedabad Bench for approval of resolution plan under Section 30(6) read with Section 31 of the Insolvency and Bankruptcy Code, 2016 and read along with the Regulation 39(4) of the Insolvency and Bankruptcy Board of India (Insolvency Process of Corporate Persons) Regulations, 2016. The said matter was listed for pronouncement of order on 04-01-2022 wherein the Hon'ble NCLT, Ahmedabad Bench has vide order dated 04-01-2022 (copy of order uploaded on the website of NCLT on 05-01-2022) has allowed and disposed of the application.
- Pursuant to section 30(6) read with Section 31 of the Insolvency and Bankruptcy Code, 2016 ("IBC") read with regulation 39(4) of IBBI (Insolvency Resolution Process for Corporate Persons), the Hon'ble National Company Law Tribunal, Ahmedabad Branch has vide order IA/518(AHM) 2021 in CP(IB) 307 of 2020 dated 04.01.2022 approved the Resolution Plan submitted by the Resolution Applicant ("RA") i.e. Raajratna Metal Industries Limited and as approved by the Committee of Creditors ("COC"). The CIRP of the Company has therefore concluded and Mr. Ramchandra Dallaram Choudhary has ceased to be the resolution professional of the Company, effective on and from date of order being 04-01-2022.
- Pursuant to the approval of the Resolution Plan by the Hon'ble NCLT, the Resolution Plan came into operation, and the said date should be considered as the effective date. The Effective date as defined under the Resolution Plan means, the date on which the National Company Law Tribunal, Ahmedabad Bench passes the order for Approval of Resolution Plan along with the Scheme of Amalgamation. Hence, the effective date for approval of scheme of amalgamation shall be 04.01.2022
- Further as per resolution plan, the shares of the company shall be automatically delisted from the stock exchange and the transferee company is not under an obligation to list its shares post sanction of this Scheme as per the provisions of section 232 (3)(h) of the Companies Act, 2013. On approval of the Resolution Plan the transferee company is deemed to comply with the SEBI (Delisting of Equity Shares) Regulations, 2009. The transferee Company being an unlisted company shall not be subject to the any compliances under the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulations, 2015 ('Listing Regulations') and all statutory directives of the Securities Exchange Board of India ('SEBI') insofar as they relate to sanction and implementation of the scheme.
- Pursuant to approval of Resolution Plan by the Hon'ble NCLT, the Resolution Plan came into operation, and continues to be so until the closing date (defined as the date on which certain actions envisaged under the Resolution plan are consummated, and which in any case, is not later than 90 days from the date of the Resolution Plan Approval order) ("Term"), thereby binding the Company, its employees, members, creditors, guarantors and other stakeholder involved in the Resolution plan by its provisions. During the Term, a monitoring committee has been constituted ("Monitoring Committee") comprising of Mr Ramchandra D Choudhary (the erstwhile RP of the Company) and 2 (representatives of the Resolution Applicant).
- The Monitoring Committee so constituted shall, inter alia, supervise the implementation of the Resolution Plan as per the approved resolution plan and the company is getting amalgamated with resolution applicant i.e Raajratna metal industries Limited from the effective date i.e 04.01.2022
- The unaudited financial results were placed before the Chairman of Monitoring Committee, Chief Financial Officer and the Company Secretary on February 12,2022 for their consideration. Accordingly, the said unaudited financial results were considered and recommended in the meeting and has approved the same.
- 2 As of December 31, 2021, the Company's accumulated losses amounted to Rs 6390.95 Lakhs as against the company net worth of Rs (-) 1976.55 Lakhs.
- 3 The company has not recognized interest payable on borrowings from financial creditors after the insolvency commencement date i.e. March 9, 2021. Accordingly, interest amounting to Rs 230.37 Lakhs and Rs. 693.64 lakhs for the quarter and nine months ended as on December 31, 2021 respectively has not been recognised. Cumulative interest till December 30, 2021 is Rs 755.35 Lakhs. The same is not in compliance with Ind AS 23 on "Borrowing Cost" and read with Ind AS 109 on "Financial Instruments".
- Had provision for interest would be recognized, finance cost, total expenses, for the quarter and nine months ended on December 31, 2021 would have been higher and profit and total comprehensive income for the quarter and Nine months ended on December 31, 2021 would have been lower by the equivalent amount as mentioned above having consequential impact on other current financial liability and other equity. The auditors has also qualified their limited review report on the same matter for the six month ended as on September 30, 2021.



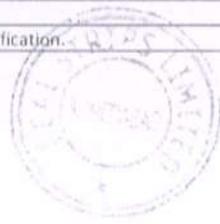
4 Pending implementation of the resolution plan, the company has not taken into consideration any impact on the value of the tangible and intangible assets, if any, in preparation of financial results as required by Ind AS 10 on "Events after the reporting period". Further, the Company has also not made full assessment of impairment as required by Ind AS 36 on impairment of Assets, if any, as at December 31, 2021 in the value of tangible and intangible assets. Further, various other items of the balance sheet can also undergo changes based on the final implementation of the resolution plan. The auditors has also qualified their limited review report on the same matter for the six month ended as on September 30, 2021.

5 No deferred tax assets are recognized in the absence of reasonable certainty that taxable income will be generated by the company to offset the losses.

6 The amounts of inventories are as taken by the management.

7 The comparative periods presented have been regrouped/ reclassified in conformity with the current period classification.

*R D F*



For Real Strips Limited  
*RNB*  
Ramcharan N. Beriwal  
Chief Financial Officer



Taken on Record  
CA Ramchandra Dallaram Choudhary  
(IBBI/IPA-001/IP-P00157/2017-2018/10326)  
(Chairman of Monitoring Committee of Real Strips Limited)

Place: Sari-Village  
Date: 12th February 2022