



Steel Exchange India Limited

Regd. Office : 303, My Home Laxminivas Apartments, Greenlands, Ameerpet, Hyderabad - 500 016. T.S

Phone: +91-40-23403725, Fax : +91-40-23413267

Corp. Office : Block-A, Green City Towers, Green City, Near Apparel Export Park,
Vadlapudi (Post), Visakhapatnam-530049, Andhra Pradesh

Phone: +91-891-2587175, 2587573, Fax : +91-891-2749215, 2749218

www.seil.co.in

GST NO: 37AABCP9362L1ZV

CIN No. : L74100AP1999PLC031191

E-mail : info@seil.co.in

SEIL/ Un-audited Results- Q1/ 2020-21

2nd September, 2020

To
The Manager,
Department of Corporate Services,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai - 400001

To
The Manager,
Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai - 400051

Scrip Code: 534748

Scrip ID: STEELXIND

Dear Sir,

Sub: Submission of Un-audited Financial Results for the quarter ended 30th June, 2020- Reg.

This is to Inform that Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the statement of Unaudited Financial results of the company for the quarter ended 30th June, 2020 along with Limited Review Report as approved and taken on record by the Board of Directors at its meeting held today i.e. 2nd September, 2020.

Kindly take the same on record.

The meeting of Board of Directors commenced at 3.00 p.m. and concluded at 5.00 p.m.

For Steel Exchange India Limited


Raveendra Babu M
Company Secretary
M.No: A34409



CC to: The Calcutta Stock Exchange Limited, 7, Lyons, Range, Kolkata - 700001

WORKS

Integrated Steel Plant	: Sreerampuram, L.Kota Mandal, Vizianagaram District-535161. Phone : 08966-267172, Fax : 08966-267218
Power Plant & SMS	: Opp. Mandapalli New Bridge, Kothapeta, East Godavari District-533223. Phone: 08855-244400, Fax : 08855-244406
Re-Rolling Unit	: Plot No : 1, I.D.A. Edulapaka Bonangi, Paravada Mandal, Visakhapatnam-531201. Phone: 08924-247055, Fax: 08924-247685

STEEL EXCHANGE INDIA LIMITED

#303, My Home Lakshmi Nivas, Green Lands, Ameerpet, Hyderabad - 500 016

Phone: +91-40-2340 3725

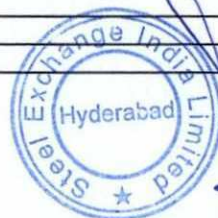
Fax: +91-40-2341 3267 Web: www.seil.co.in E-mail: info@seil.co.in

CIN: L74100AP1999PLC031191

Part I : Statement of Standalone Audited Results for the Quarter ended 30th June, 2020

(' In Lakhs except EPS)

Particulars	Quarter ended			Year ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Revenue from operations				
Gross sales/income from operations	9,172.79	18,205.78	22,417.00	78,081.94
Total revenue from operations	9,172.79	18,205.78	22,417.00	78,081.94
2. Other Income	736.42	891.96	34.45	1,060.21
3. Total Income [1+2]	9,909.22	19,097.74	22,451.45	79,142.15
4. Expenses				
(a) Raw materials consumed	6,734.92	11,259.54	15,218.06	49,705.64
(b) Purchases of finished, semi-finished steel & other products	300.15	2,346.00	1,704.10	8,470.76
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	205.73	1,856.43	(818.20)	3,002.10
(d) Employee benefits expense	587.15	700.84	651.96	2,644.56
(e) Finance costs	2.45	210.39	18.38	347.06
(f) Depreciation and amortisation expense	624.90	659.22	695.54	2,723.66
(g) Other expenses	1,372.33	1,555.90	2,562.37	7,182.79
Total Expenses [4(a) to 4(g)]	9,827.62	18,588.31	20,032.21	74,076.57
5. Profit / (Loss) before exceptional items and tax (3-4)	81.59	509.43	2,419.24	5,065.58
6. Exceptional items	-	1,148.60	-	1,148.60
7. Profit / (Loss) before tax (5-6)	81.59	(639.17)	2,419.24	3,916.99
8. Tax expense				
(a) Current Tax	-	-	-	-
(b) Deferred Tax	-	(2,512.51)	-	(2,512.51)
Total tax expense [8(a)+(b)]	-	(2,512.51)	-	(2,512.51)
9. Net Profit / (Loss) for the period (7-8)	81.59	1,873.35	2,419.24	6,429.50
10. Other comprehensive income				
A (i) Items that will not be reclassified to profit or loss	-	(18.98)	-	(18.98)
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	5.92	-	5.92
Total other comprehensive income	-	(13.06)	-	(13.06)
11. Total Comprehensive Income for the period [9+10]	81.59	1,860.29	2,419.24	6,416.44
12 Paid-up equity share capital [Face Value per share: ` .10/-]	7,598.48	7,598.48	7,599.48	7,598.48
13. Other Equity excluding revaluation reserves	-	-	-	(15,186.91)
14. Earnings per equity share (of ` .10/- each)				
(a) Basic (in `.)	0.11	2.45	3.18	8.44
(b) Diluted (in `.)	0.11	2.45	3.18	8.44



SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30TH JUNE, 2020

(₹. In Lakhs)

Particulars	Quarter ended			Year ended
	30.06.2020 (Unaudited)	31.03.2020 (Unaudited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1.Revenue by Business Segment:				
Steel	10,080.56	19,348.49	22,897.11	80,688.47
Power	2.97	349.95	1,023.46	2,957.95
Total:	10,083.53	19,698.44	23,920.57	83,646.42
Less: Inter segment revenue	910.73	1,492.66	1,503.57	5,564.48
Total income from operations	9,172.79	18,205.78	22,417.00	78,081.94
2.Segment results (Profit)+/Loss (-) before finance cost , exceptional items and tax :				
Steel	441.88	975.14	2,520.12	6,253.84
Power	(357.84)	(255.32)	(82.50)	(841.20)
Segment results (Profit)+/Loss (-) before finance cost , exceptional items and tax :	84.04	719.82	2,437.62	5,412.64
Less: Finance cost	2.45	210.39	18.38	347.06
Profit/(Loss) before exceptional items & tax	81.59	509.43	2,419.24	5,065.58
less: Exceptional items	-	1,148.60		1,148.60
Profit /(Loss) before tax	81.59	(639.17)	2,419.24	3,916.99
3.Segment Assets				
Steel Business	112,939.18	112,833.04	116,571.04	112,833.04
Power Business	24,176.79	25,882.27	26,675.88	25,882.27
Total:	137,115.97	138,715.31	143,246.92	138,715.31
4.Segment Liabilities				
Steel Business	88,959.21	90,640.14	96,903.20	90,640.14
Power Business	18,626.01	17,289.51	15,788.58	17,289.51
Total:	107,585.21	107,929.64	112,691.78	107,929.64

Note:

1. The above results were reviewed by the audit committee and approved by the Board of Directors in their respective meetings held on 02.09.2020 and a limited review of the same was carried out by the Statutory Auditors of the Company.

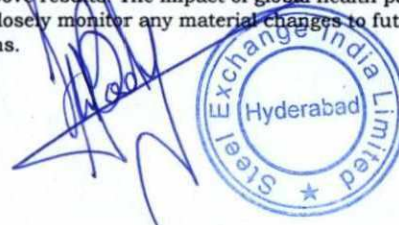
2. Considering the requirements under Indian Accounting Standard (Ind AS) 108 on "Operating Segments", the Company has identified sale of Steel and Power as primary business segments and accordingly the disclosures have been made. As per this standard the Company has reported segment information as described below: (a) The steel segment includes production and marketing operations of Rebars (TMT) & Billets.

(b) The power segment includes generation and marketing operations of Thermal and Gas based power.

3. Other income includes interest, lease rentals received and miscellaneous income.

4. The COVID-19 outbreak and measures to curtail it has caused significant disturbances and slowdown of economic activity. The Company's operations were impacted in the quarter, due to scaling down/ suspending production in plant due to government directions, supply chain constraints, shortage of workforce, and with a view to ensure safety across all areas of operation. Consequently, the results of this quarter are not comparable to previous accounting period results. Following the approvals received from the regulatory authorities towards the end of the April 20, the Company has commenced operations during May 20 at low levels due to market factors.

The Company has considered the possible impact of COVID-19 in preparation of the above results. The impact of global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions. On long term basis, the Company does not anticipate any major challenge in meeting its financial obligations.



5.As part of debt resolution, lenders under Consortium agreed for settlement of dues of the company under One Time Settlement Scheme (OTS). Till date, the company received sanctions from majority of lenders including lead bank i.e., SBI constituting 77.80% of the compromise offer. The company is actively pursuing sanctions from remaining lenders. Lenders have stopped charging interest on debts since accounts of the company have been identified as Non-Performing Asset.

6. The majority of the lenders have stopped charging interest on debts since the Company has been categorized as Non-performing Asset. Pending finalization of debt resolution with the Lenders, the Company has stopped providing for accrued Interest and unpaid effective from 1st January 2018, in its books of accounts.

7. The amount of such accrued and unpaid interest (including penal interest and other charges) not provided for is estimated at Rs.5,561.85 lakhs for the quarter ended 30th June, 2020 and the same has also not been considered for compilation of results of the current quarter. The accumulated interest not provided upto 30th June, 2020 is estimated at Rs.42,128.91 lakhs. The Statutory Auditors have qualified their Review Report in respect of this matter.

8. The wholly owned subsidiary "SEIL (HONG KONG) Limited" continues to be in dormant state with no investment and no activity since inception and hence the Consolidated Financial Statements are not furnished.

9.The figures for the three months ended 31 March 2020 as reported in these unaudited financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures upto the end of third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subject to audit.

10.Previous period/quarter figures have been re arranged/regrouped where ever considered necessary.

Place: Visakhapatnam

Date : 02.09.2020



For and on behalf of the Board

B. Satish Kumar
Chairman-cum-Managing Director



**INDEPENDENT AUDITORS REPORT
TO THE BOARD OF DIRECTORS OF
STEEL EXCHANGE INDIA LIMITED**

1. We have audited the accompanying Statement of Financial Results of STEEL EXCHANGE INDIA LIMITED ("the Company") for the quarter ended 30.06.2020 (hereinafter referred to as the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

Management's Responsibility for the standalone financials results

2. The Management is responsible for the preparation of the accompanying Statement. The Management is also responsible for the preparation of the annual statutory financial statements in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 (the "accounting principles generally accepted in India"), basis which the above Statement containing the annual audited standalone financial results has been prepared. The responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the Statement that is free from material misstatement.

Auditor's Responsibility

3. We conducted our audit in accordance with the standards on Auditing issued by the Institute of Chartered accountants of India Those standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in the Statement .The procedures selected depend on the auditor judgment , including the assessment of the risk of material misstatement of the statement , whether due to fraud or error . in making those risk assessment , the auditor consider internal control relevant to the company's preparation and fair presentation of the statements in order to design audit procedure that are appropriate in the circumstances , but not for the purpose of Expressing an opinion on the effectiveness of the Company's internal control.

KAVITHA PADMINI
SIRIGINA

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KAVITHA PADMINI
SIRIGINA



An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement

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

Basis for Qualified Opinion

We draw your attention to note 3.25 to the Ind AS financial statements with regard to non-recognition of interest expenses amounting to Rs 55.62 crores on the borrowings of the company for the quarter ended 30th June 2020, which is not in accordance with the requirements of Ind AS 23. Borrowing Cost read with Ind AS 109 Financial Instruments.

Had the aforesaid interest expenses been recognized, finance costs for quarter ended 30th June 2020, would have been Rs 55.64 crores instead of reported amount of Rs 0.024 crores. Total expenses for the quarter ended 30th June, 2020 would have been Rs 153.89 crores instead of Rs 98.28 crores. Loss before exceptional items and tax for the quarter ended 30th June 2020 would have been Rs 54.80 crores instead of the reported amount of profit Rs 0.82 crores, Loss before Tax for the quarter ended 30th June 2020 would have been Rs 54.82 crores instead of the reported amount of profit Rs 0.82 crores, Net Loss after Tax for the quarter ended 30th June 2020 would have been Rs 54.80 crores instead of reported amount of profit Rs 0.82 crores. Total comprehensive loss for the quarter ended 30th June 2020 would have been Rs 54.80 crores instead of reported amount of profit Rs 0.82 crores and loss per share for the quarter ended 30th June 2020 would have been Rs 7.21 instead of reported amount of profit Rs 0.11, other equity and other financial liabilities as at 31st March 2020 would have been Rs 24.71 crores and Rs 963.80 crores instead of reported amount of Rs 80.33 crores and Rs 908.25 crores respectively.

The above reported interest has been calculated using simple interest rate.

KAVITHA
PADMINI SIRIGINA

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KAVITHA PADMINI
SIRIGINA



Qualified Opinion

4. In our opinion and to the best of our information and according to the explanation given to us, except for the matter as described in the Basis of Qualified opinion paragraph above, these year to date results:

a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 and as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and

b) give true and fair view of the financial performance including other comprehensive income and other financial information for the Quarter ended june 30, 2020 in accordance with the accounting principles generally accepted in India.

5. The statement includes the result for the quarter ended 31st march, 2020 being the balancing figure between audited figures in respect of the full financial year to date and published year figures up to the third quarter of the current financial year which were subject to limited review by us.

Place :Visakhapatnam
Date : 02-09-2020

For BHAVANI &Co.
Chartered Accountants
Firm Reg. No:012139S

KAVITHA
PADMINI
SIRIGINA

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by KAVITHA
PADMINI SIRIGINA

(CA S KAVITHA PADMINI)
PARTNER
M.No : 229966
UDIN : 20229966AAAACN3149