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13.02.2016

The Company Secretary  
Bombay Stock Exchange Limited  
25<sup>th</sup> Floor, P.J. Towers  
Dalal Street  
Mumbai.

Re: Unaudited Financial Results alongwith limited review report for the Quarter Ended 31.12.2015

Dear Sir/Madam,

This is with reference to Board Meeting of the company Mukesh steels limited , held on 13.02.2015 at the corporate Office of the company at Civil Lines, Ludhiana

The Board of Directors of the company approved the unaudited financial results of the company for the quarter ended 31<sup>st</sup> December 2015. Please find enclosed herewith unaudited financial results as approved by the Board alongwith the limited review report .

This is for your information and record.

Thanking You.

Yours Faithfully,  
For Mukesh steels limited

(DEEPAK GUPTA)  
Whole-time Director

**MUKESH STEELS LIMITED**

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31-12-2015

(Rs. In lacs)

PART I

Sr.No. Particulars

	Quarter ended 31.12.15 (unaudited)	Quarter ended 30.09.15 (unaudited)	Quarter ended 31.12.14 (unaudited)	Nine months ended 31.12.2015 (unaudited)	Nine months ended 31.12.2014 (unaudited)	Year Ended 31.03.2015 (audited)
1 Income from Operations						
Net Sales/Income from operations (Net of excise duty)	29.90	0.00	166.50	163.19	2402.01	2591.18
Other Operating Income	0.00	0.00	0.00	0.00	0.00	0.00
Total income from operations	29.90	0.00	166.50	163.19	2402.01	2591.18
2 Expenditure						
a. Cost of Materials consumed (including Purchase of stock-in-trade)	30.00	0.00	39.01	187.10	1771.66	1905.17
b. Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.00	0.00	115.12	0.00	416.28	421.53
c. Employee benefits expense	5.08	4.91	13.94	15.02	47.08	66.04
d. Depreciation and amortisation expense	9.30	9.35	9.83	28.00	60.71	70.55
e. Other Expenditure	18.60	2.66	21.10	25.81	495.51	541.13
Total Expenses	62.98	16.92	199.00	255.93	2791.24	3004.42
3 Profit/(Loss) from operation before other income, finance cost and Exceptional items (1-2)	-33.08	-16.92	-32.50	-92.74	-389.23	-413.24
4 Other Income	0.00	2.93	74.70	2.93	84.85	86.16
5 Profit/ (Loss) from ordinary activities before finance cost and Exceptional items (3+4)	-33.08	-13.99	42.20	-89.81	-304.38	-327.08
6 Interest	82.76	82.73	54.72	247.39	146.37	241.24
7 Profit/(Loss) from ordinary activities after finance cost but before Exceptional items and tax (5-6)	-115.84	-96.72	-12.52	-337.20	-450.75	-568.32
8 Exceptional Items	0.00	0.00	0.00	0.00	0.00	0
9 Profit/(Loss) from ordinary activities before Tax (7+8)	-115.84	-96.72	-12.52	-337.20	-450.75	-568.32
10 Tax Expenses	-2.08	-2.09	-4.60	-6.26	-13.90	4.31
11 Net Profit/(Loss) from ordinary activities after tax (9-10)	-113.76	-94.63	-7.92	-330.94	-436.85	-572.63
12 Extraordinary Item	0.00	0.00	0.00	0.00	0.00	0
13 Net Profit/(Loss) for the period (11-12)	-113.76	-94.63	-7.92	-330.94	-436.85	-572.63
14 Paid up Equity Share Capital (F.V. Rs. 10 each)	655.39	655.39	655.39	655.39	655.39	655.39
15 Reserves excluding Revaluation Reserve						
16.i Earning Per Share before exceptional Items						
Basic EPS (In Rs) (Not annualised)	-1.73	-1.44	-0.12	-5.04	-6.65	-8.72
Diluted EPS (In Rs.)(Not annualised)	-1.73	-1.44	-0.12	-5.04	-6.65	-8.72
16.ii Earning Per Share after exceptional Items						
Basic EPS (In Rs) (Not annualised)	-1.73	-1.44	-0.12	-5.04	-6.65	-8.72
Diluted EPS (In Rs.)(Not annualised)	-1.73	-1.44	-0.12	-5.04	-6.65	-8.72



**PART II**

**Sr.No. Particulars**

Quarter ended 30.09.15 (unaudited)	Quarter ended 30.06.15 (unaudited)	Quarter ended 30.09.14 (unaudited)	six months ended 30.09.2015 (unaudited)	six months ended 30.09.2014 (unaudited)	Year Ended 31.03.2015 (audited)
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**A PARTICULARS OF SHARE HOLDING**

1 Total Public Share Holding						
-Number of Shares	2992763	2345886	2197886	2992763	2197886	2197886
-Percentage of Shareholding	45.58%	35.73%	33.47%	45.58%	33.47%	33.47%
2 Promoters and promoter Group Shareholding						
a) Pledged/ Encumbered	0.00	0.00	0.00	0.00	0.00	0.00
Number of Shares	0.00	0.00	0.00	0.00	0.00	0.00
Percentage of Share (As a % of the total shareholding of Promoter and Promoter Group)	0.00	0.00	0.00	0.00	0.00	0.00
Percentage of Share (As a % of the total share Capital of the Company)	0.00	0.00	0.00	0.00	0.00	0.00
b) Non-encumbered						
Number of Shares	3573697	4220574	4368574	3573697	4368574	4368574
Percentage of Share (As a % of the total shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of Share (As a % of the total share Capital of the Company)	54.42%	64.27%	66.53%	54.42%	66.53%	66.53%

**PARTICULARS**

Quarter ended 31.12.15
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**B INVESTOR COMPLAINTS**

Pending at the beginning of the quarter	Nil
Received during the quarter	0
Disposed of during the period	0
Remaining unresolved at the end of the quarter	Nil

**Notes:**

- The above results, reviewed by the Audit Committee, have been approved by the Board of Directors in its meeting held on 13.02.2016.
- Previous period's figures have been regrouped/reclassified, wherever necessary.
- The company's profitability affected due to external factors i.e. slow down in economy, liquidity tightness, labour shortage and no capacity utilization. The company will take measures for optimizing capacity utilization, improvement in efficiency and other cost control measures. These measures along with consistent improvement in operating efficiency and yield are expected to drive growth in revenue. The company is also planning to raise funds in order to meet its short term and long term obligations with promoters committing to provide operational and financial support to the company. Accordingly, company's financial statements have been prepared as going concern basis whereby realization of assets and discharge of liabilities are expected to occur in normal course of business. The business loss is temporary phenomena arising due to no utilization of capacity and unsustainable debt burden.

itors have given their limited review report as required under regulation 33 of SEBI(Listing Obligations & Disclosure Requirements) Regulations, 2015 for

5 The company is operating in a single segment that is iron & steel .

Place: Ludhiana  
Dated: 13-02-2016

For Mukesh Steels Limited

(Deepak Singh)  
Director



**INDEPENDENT AUDITOR'S REVIEW REPORT**

To  
The Board of Directors,  
Mukesh Steels Limited,  
Ludhiana.

**Introduction**

We have reviewed the accompanying statement of unaudited financial results of Mukesh Steels Limited (the Company) for the quarter and nine months period ended 31<sup>st</sup> December, 2015. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

**Scope of Review**

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.

**Basis of Qualified Conclusion**

- (i) *We draw attention to note no.3 in the statement. The Company has incurred a net loss of Rs. 330.94 lacs during the nine months period ended 31<sup>st</sup> December 2015 and has brought forward losses of Rs. 572.63 lacs. The manufacturing operations of the company have been suspended since October, 2014 and the bank has also recalled its debts due from the company. These events cast significant doubt on the ability of the company to continue as a going concern. The appropriateness of the going concern assumption is dependent on the company's ability to establish consistent profitable operations and generate positive cash flows as well as raising adequate finance to meet its short term and long term obligations. Based on the mitigating factors stated in the said note, the management of the company believes that the going concern assumption is appropriate. However, we do not agree with the management in this respect.*



- (ii) The company has not arranged to make available the confirmations and/or reconciliations to verify the balances stated in the financial statements in respect of:

- i. Trade Receivables Rs. 878.24 lacs
- ii. Advances to Suppliers: Rs. 419.33 lacs and
- iii. Trade payables: Rs. 76.82 lacs,

We have also not been able to perform any alternative procedures with regard to verification of the aforesaid balances and thereby have been unable to obtain sufficient appropriate audit evidence regarding the aforesaid accounts. We are unable to comment upon the difference, if any, which may arise upon the receipt of confirmations and/or the carrying out of such reconciliation.

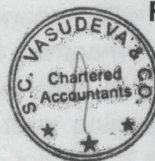
- (iii) The disclosures as required to be made in accordance with the requirements of "Accounting Standard (AS) -17 " Segment Reporting" has not been made by the company.

We report that the effect, if any, of the matters stated above on the loss and assets and liabilities is not ascertainable.

#### Qualified Conclusion

Based on our review, except for the matters described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ludhiana  
Dated: 13/02/2016



For S.C. VASUDEVA & CO.  
Chartered Accountants  
Firm Reg. No. 000235N

(SANJIV MOHAN)  
Partner  
M. No 86066