



REGD. OFFICE & WORKS : Plot No.2, G.I.D.C. Estate, Palej, Dist. Bharuch - 392 220, Gujarat, India.
Phone: (02642) 277479, 277481, 277336, Fax : 277307
CIN : L27110GJ1989PLC011748, Email : sgl@steelcojguarat.com, Website: www.steelcojguarat.com

SGL/PLJ/CS/2016-17/56
16th February, 2017

To,
The Manager,
Corporate Relationship Department,
BSE Ltd,
Floor No. 25, P. J. Towers, Dalal Street,
MUMBAI – 400 001

By: BSE Listing Center, e-mail and courier.

Sub: Outcome of Board Meeting (Adjourned) held on 16/02/2017.

Ref: Scrip No. 500399 & Scrip- Steelco

Dear Sir,

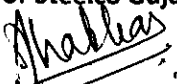
With reference to the above and pursuant to Regulation 30 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we would like to inform you that the Board of Directors at their adjourned meeting held on 16/02/2017 have considered and approved Standalone Unaudited Financial Results along with Limited Review Report for the quarter ended 31st December, 2016 (attached herewith).

We would like to add that this outcome along with necessary attachments is being sent to you by uploading through BSE Listing Centre as well as through e-mail and courier immediately on conclusion of Board Meeting.

We would request to kindly take the same on record and acknowledge the receipt.

Thanking you.

Yours faithfully,
For Steelco Gujarat Limited


Achal Thakkar
Company Secretary

CORPORATE OFFICE :

4th Floor, Marble Arch, Race Course Circle, Vadodara - 390 007, Gujarat. Phone : (0265) 2333484, 2336407 Fax : 2333483



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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2016

Part - I		STANDALONE						(Rs. In Lakhs)
Sr. No.	Particulars	Quarter ended			Nine Months ended		Year ended	
		31/12/2016 Unaudited	30/09/2016 Unaudited	31/12/2015 Unaudited	31/12/2016 Unaudited	31/12/2015 Unaudited	31/03/2016 Audited	
1	Income from operations							
	(a) Net Sales / Income from Operations (Net of Excise Duty)	13,569.18	12,691.27	9,869.96	40,386.10	34,370.65	49,575.94	
	(b) Other Operating Income	454.26	96.80	196.83	846.89	851.77	1,219.24	
	Total Income from operation (net) (1a+1b)	14,023.44	12,788.07	10,066.79	41,232.99	35,222.42	50,795.18	
2	Expenses							
	(a) Cost of material consumed	11,124.20	10,224.95	7,616.43	32,489.57	27,149.52	38,987.91	
	(b) Purchase of stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00	
	(c) Changes in inventories of finished goods, work-in-process and stock-in-	-172.17	267.58	410.74	87.18	418.74	631.48	
	(d) Employees benefit expense	382.74	417.08	366.74	1,199.43	1,109.69	1,452.72	
	(e) Depreciation and amortisation expenses	63.96	63.88	64.36	191.21	192.48	254.92	
	(f) Other Expenses	2,597.09	2,063.04	2,048.10	7,088.80	7,134.92	9,753.47	
	Total Expenses (2a to 2f)	13,995.81	13,036.53	10,506.37	41,066.20	36,006.36	51,080.50	
3	Profit/(Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1 - 2)	27.63	-248.46	-439.57	176.79	-782.93	-285.32	
4	Other Income	42.79	11.11	31.06	80.55	105.80	258.28	
5	Profit/(Loss) before Finance Cost and Exceptional Items (3 + 4)	70.42	-237.35	-408.51	257.34	-677.13	-27.04	
6	Finance Cost	228.25	399.72	455.89	1,127.50	1,495.23	2,095.76	
7	Profit/(Loss) from Ordinary Activities after Finance Cost but before Exceptional Items (5 - 6)	-157.84	-637.07	-864.40	-870.16	-2,172.35	-2,122.80	
8	(a) Excess Provision of Depreciation Written back	0.00	0.00	0.00	0.00	0.00	0.00	
	(b) Exceptional items	0.00	0.00	0.00	0.00	732.59	732.59	
9	Profit (+) / Loss (-) from Ordinary Activities before tax (7 + 8)	-157.84	-637.07	-864.40	-870.16	-1,439.76	-1,390.21	
10	Tax Expense	0.00	0.00	0.00	0.00	0.00	0.00	
11	Net Profit (+) / Loss (-) from Ordinary Activities after tax (9 - 10)	-157.84	-637.07	-864.40	-870.16	-1,439.76	-1,390.21	
12	Extraordinary Items (net of tax expense)	0.00	0.00	0.00	0.00	0.00	-1,488.84	
13	Net Profit (+) / Loss (-) for the period (11 - 12)	-157.84	-637.07	-864.40	-870.16	-1,439.76	98.63	
14	Share of Profit/Loss of Associates	0.00	0.00	0.00	0.00	0.00	0.00	
15	Minority Interest	0.00	0.00	0.00	0.00	0.00	0.00	
16	Net Profit (+) / Loss (-) after tax, minority interest and share of Profit/(Loss) of associates (13 + 14 +15)	-157.84	-637.07	-864.40	-870.16	-1,439.76	98.63	
17	Paid-up Equity Share Capital (Face Value of Rs.10/- per share)	4,256.18	4,256.18	4,256.18	4,256.18	4,256.18	4,256.18	
18	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year	0.00	0.00	0.00	0.00	0.00	0.00	
19	Earnings Per Share (EPS)							
	(a) Basic & Diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	-0.63	-1.75	-2.29	-2.81	-3.72	-4.29	
	(b) Basic & Diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	-0.63	-1.75	-2.29	-2.81	-3.72	-0.79	

Part - II

A	Particulars of shareholding	Quarter ended			Nine Months ended		Year ended
		31/12/2016 Unaudited	30/09/2016 Unaudited	31/12/2015 Unaudited	31/12/2016 Unaudited	31/12/2015 Unaudited	31/03/2016 Audited
1	Public Shareholding						
	- Number of Equity Shares	10,640,456	10,640,456	10,640,456	10,640,456	10,640,456	10,640,456
	- Percentage of Shareholding	25.00	25.00	25.00	25.00	25.00	25.00
2	Promoters & Promotor Group shareholding						
	(a) Pledged/Encumbered						
	Number of shares	31,921,366	31,921,366	31,921,366	31,921,366	31,921,366	31,921,366
	Percentage of shares (as a % of the total shareholding of promotor & Promotor group)	100.00%	100%	100%	100%	100%	100%
	Percentage of shares (as a % of the total share capital of the company)	75%	75%	75%	75%	75%	75%
	(b) Non-encumbered						
	Number of shares	0	0	0	0	0	0
	Percentage of shares (as a % of the total shareholding of promotor & Promotor group)	0%	0%	0%	0%	0%	0%
	Percentage of shares (as a % of the total share capital of the company)	0%	0%	0%	0%	0%	0%

B	Particulars	For the Quarter Ended 31 ST December, 2016					
	Investor Complaints:						
	Pending at the beginning of the quarter		1				
	Received during the quarter		1				
	Disposed off during the quarter		2				
	Remaining unresolved at the end of the quarter		0				



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Notes :-

- 1 The Company has only one manufacturing unit at Palej, to produce steel products i.e. cold rolled and galvanised steel and hence there is only a single segment in terms of Accounting Standard on "Segment Reporting" (AS-17) issued by ICAI.
- 2 The above financial results were reviewed by the Audit Committee and have been taken on record by the Board of Directors at their respective meetings held on 16th February, 2017.
- 3 The figures of previous year / quarter have been regrouped and reclassified wherever necessary.
- 4 Basic & Diluted EPS has been arrived at after considering dividend payable on Preference share Capital.
- 5 The 'Limited Review' by the statutory Auditors for the quarter as required under provisions of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 has been completed & the report is being forwarded to the Stock Exchange.
- 6 The Company has changed the method of valuation for raw materials from quarterly moving average to monthly moving average, w.e.f. 1st April, 2016, with a view to have better projections of fluctuating raw material price and consequently, the loss for the quarter is Lower by Rs.48.50 lakhs and value of inventory is Higher by Rs.48.50 lakhs.
- 7 During the quarter ended 31st December, 2016, the Company has not provided the bank interest for State Bank of India, State Bank of Mysore, State Bank of Hyderabad & State Bank of Travancore for full quarter, as the account of the Company has been classified as Non-Performing Assets and they have not recovered the interest, as a result of which loss during the quarter ended on 31st December, 2016 is lower by Rs.206.60 lakhs and Rs.332.45 lakhs for the period ended on 31st December, 2016.
- 8 As on 31st March, 2016 the company had entered into an "Agreement to Sell" of a part of its leasehold industrial land admeasuring 40470.99 Sq. Mtr. out of it total 247581.81 Sq. Mtr. of leasehold land under 99 years lease from G.I.D.C. situated at Plot No.2, G.I.D.C. Estate, N.H.No.8, Palej, Dist.Bharuch, Gujarat (India) with M/s Steelco Colour Coating Limited at a total consideration of Rs.1500 lacs. The Company had also filed an application with GIDC to convert the said piece of land as freehold land from out of total leasehold land held by it under long term lease with GIDC for industrial purposes. The Company and buyer has initiated the process of clearance and obtaining various regulatory approvals. The final sale deed and conveyancing and registration of titles in the favour of the buyer will be executed after obtaining regulatory approvals & compliance and completion of other regulatory and other formalities. As per the terms of the aforesaid agreement to sell, all the costs including registration, transfer fees, stamp duties and other relevant costs, incurred in relation to transfer of the aforesaid plot of land is to be borne by the buyer. Hence, no provision is made in financials for any such costs by the Company.

In anticipation of completion of above stated approvals & compliances, as at 31st March, 2016, the company has recorded the above stated transaction as sale of land in its books of accounts on the basis of "Agreement to Sell" and the resultant net profit of Rs.1488.84 lacs has been shown under "Extra-ordinary Item" in the statement of profit & Loss related to Financial Year: 2015 – 2016.
- 9 Notwithstanding the fact that the net worth of the Company is negative, the financial statements have been prepared on a going concern basis, in view of the management's efforts of recovery and revival.

PLACE : Mumbai
DATE : 16th February, 2017



FOR STEELCO GUJARAT LIMITED

Mitesh H Shah
MITESH H SHAH
MANAGING DIRECTOR

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of **STEELCO GUJARAT LIMITED** for the quarter ended 31st December, 2016 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. These quarterly financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to issue limited review report on these financial results based on our review and audit of such interim financial statements.

We conducted our review in accordance with the Standards 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 for qualified conclusion

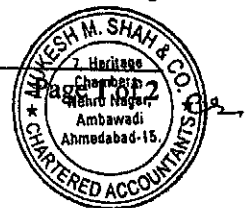
Attention is invited to note 7 to the statement relating to no provision has been made against interest on bank facilities for State Bank of India, State Bank of Mysore, State Bank of Hyderabad & State Bank of Travancore for full quarter as the account of the Company has been classified as Non-performing Assets by the said banks, as a result of which loss during the quarter ended on 31st December, 2016 is lower by Rs. 206.60 lacs and Rs. 332.45 lacs for the period ended on 31st December, 2016 respectively and respective liabilities under the head "Other Current Liabilities" as on 31st December, 2016 is lower by Rs. 332.45 lacs (excluding penal interest which is not determinable).

Qualified Conclusion

Except for the effect arising out of the matters mentioned in our basis for qualified conclusion mentioned hereinabove, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with accounting standards notified pursuant to the Companies (Accounting Standards) Rules, 2006, which continue to apply under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

Attention is invited regarding the financial statements of the Company having been prepared on a going concern basis, in view of the management's efforts of recovery and revival, notwithstanding the fact that its net worth is eroded and most of the consortium bankers of the company has classified as non-performing assets, which may have its impact on financial position and cash flows of the Company. The appropriateness of the said basis is interalia dependent upon the company's ability to raise requisite long term finance and/or generate sufficient cash flows in future to meet its commitment of future revival plans and for continuing operations.



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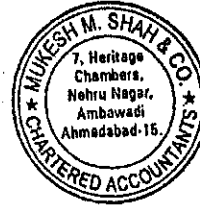
MUKESH M. SHAH & CO.

CHARTERED ACCOUNTANTS
AHMEDABAD • MUMBAI • BANGALORE

Attention is also invited regarding change in method of valuation for raw materials from quarterly moving average to monthly moving average, consequently, the loss for the quarter ended on 31st December, 2016 is lower by Rs. 48.50 lacs and value of inventory for the nine months ended on 31st December, 2016 is higher by Rs. 48.50 lacs.

Place: Ahmedabad
Date: 14-02-2017

For Mukesh M. Shah & Co.
Chartered Accountants
Firm Regn. No. 106625W



C S Shah
[Chandresh S. Shah]
Partner
Membership No.42132

CERTIFIED TRUE COPY

For STEELCO GUJARAT LIMITED



Achal Thakkar
ACHAL THAKKAR
Company Secretary