

**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER, 2015**

| PART I<br>Sl. No.                              | Particulars  | Quarter ended                             |   |   | Half year ended                              |  | Rs. in Lacs                                      |  |
|--|--|---|---|---|--|--|--|--|
|  |  | 30-Jun-2015                               |   | 30-Sep-2015                             |  | 31-Mar-2015                                  |  |  |
|  |  | Unaudited                                 | Unaudited                                 | Unaudited                               | Audited                                      | Unaudited                                    | Audited  |  |
| 1  | Income from Operations<br>(a) Net sales/income from operations (Net of excise duty)<br>(b) Other operating income (including sale of scrap generated net of excise)  | 2,773<br>901<br>1,871<br>336              | 2,422<br>794<br>1,628<br>310              | 3,315<br>780<br>2,535<br>391            | 5,104<br>1,695<br>3,409<br>646               | 5,875<br>1,438<br>4,437<br>672               | 11,757<br>3,193<br>8,564<br>1,903                |  |
|  | <b>Total Income from Operations (net)</b>  | <b>3,108</b>                              | <b>2,732</b>                              | <b>3,706</b>                            | <b>5,840</b>                                 | <b>6,547</b>                                 | <b>13,060</b>                                    |  |
| 2  | Expenses<br>(a) Cost of materials consumed<br>(b) Purchases of stock-in-trade<br>(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade<br>(d) Employee benefits expense<br>(e) Depreciation and amortisation expense<br>(f) Manufacturing expenses<br>(g) Other expenses | 1,453<br>(119)<br>455<br>85<br>630<br>282 | 1,310<br>(201)<br>408<br>71<br>635<br>308 | 1,746<br>5<br>863<br>65<br>1,134<br>403 | 2,763<br>(320)<br>863<br>156<br>1,134<br>591 | 3,206<br>(147)<br>794<br>129<br>1,223<br>634 | 6,391<br>(254)<br>1,589<br>258<br>2,386<br>1,371 |  |
|  | <b>Total Expenses</b>  | <b>2,787</b>                              | <b>2,400</b>                              | <b>3,256</b>                            | <b>5,187</b>                                 | <b>5,838</b>                                 | <b>11,741</b>                                    |  |
| 3  | Profit/(Loss) from operations before other income, exchange difference, finance costs, prior period adjustment and exceptional items (1-2)   | 322                                       | 332                                       | 450                                     | 653  | 709  | 1,319  |  |
| 4  | Foreign exchange gain/(loss)   | (35)                                      | (26)                                      | (14)                                    | (61)   | (58)   | (84)   |  |
| 5  | Other income   | 64  | 10  | 25                                      | 74   | 186  | 208  |  |
| 6  | Profit/(Loss) from ordinary activities before finance costs, prior period adjustment, exceptional items and taxes (3+4+5)  | <b>351</b>                                | <b>316</b>                                | <b>461</b>                              | <b>666</b>                                   | <b>837</b>                                   | <b>1,443</b>                                     |  |
| 7  | Finance costs  | 136                                       | 111                                       | 42                                      | 247  | 96   | 238  |  |
| 8  | Profit/(Loss) from ordinary activities before exceptional items, prior period adjustment and taxes (6-7)   | 215                                       | 205                                       | 419                                     | 419  | 741  | 1,205  |  |
| 9  | Exceptional items  | -   | -   | -                                       | -  | -  | -  |  |
| 10   | Profit/(Loss) from ordinary activities before tax and prior period adjustment (8+9)  | 215                                       | 205                                       | 419                                     | 419  | 741  | 1,205  |  |
| 11   | Prior period adjustments   | 38  | -   | -                                       | 38   | -  | -  |  |
| 12   | Net Profit/(Loss) from ordinary activities after prior period adjustment and before tax (10+11)  | 177                                       | 205                                       | 419                                     | 381  | 741  | 1,205  |  |
| 13   | Tax Expense  | 60  | 53  | 157                                     | 113  | 261  | 423  |  |
| 14   | Net Profit/(Loss) from ordinary activities after tax (12+13)   | 117                                       | 152                                       | 262                                     | 268  | 480  | 782  |  |
| 15   | Extraordinary items (net of tax expenses)  | -   | -   | -                                       | -  | -  | -  |  |
| 16   | Net Profit/(Loss) for the period (14+15)   | 117                                       | 152                                       | 262                                     | 268  | 480  | 782  |  |
| 17   | Paid-up equity share Capital (Face Value of Rs. 10/- per Share)  | -   | -   | -                                       | -  | -  | -  |  |
| 18   | Reserve excluding Revaluation Reserves   | 1,726                                     | 1,726                                     | 1,726                                   | 1,726  | 1,726  | 1,726  |  |
| 19   | Earnings per share of Rs. 10/- (before and after extraordinary items)<br>(Not annualised):<br>(a) Basic<br>(b) Diluted   | 0.68<br>0.68                              | 0.88<br>0.88                              | 1.52<br>1.52                            | 1.56<br>1.56                                 | 2.78<br>2.78                                 | 4.53<br>4.53                                     |  |
| <b>PART II</b>                                 | <b>PARTICULARS OF SHAREHOLDING</b>   |   |   |   |  |  |  |  |
| 1  | Public shareholding  |   |   |   |  |  |  |  |
|  | - Number of shares   | 5,175,949                                 | 5,175,949                                 | 5,632,759                               | 5,632,759                                    | 5,632,759                                    | 5,632,759  |  |
|  | - Percentage of shareholding   | 29.97                                     | 29.97                                     | 32.62                                   | 32.62  | 32.62  | 32.62  |  |
| 2  | Promoters and Promoter Group shareholding  |   |   |   |  |  |  |  |
|  | a) Pledged/Encumbered  | -   | -   | -                                       | -  | -  | -  |  |
|  | - Number of shares   | -   | -   | -                                       | -  | -  | -  |  |
|  | - Percentage of shares (as a % of the total shareholding of promoter and promoter group)   | -   | -   | -                                       | -  | -  | -  |  |
|  | - Percentage of shares (as a % of the total share capital of the Company) (banded)   | -   | -   | -                                       | -  | -  | -  |  |
|  | b) Non-banded  |   |   |   |  |  |  |  |
|  | - Number of shares   | 12,094,051                                | 12,094,051                                | 11,637,241                              | 11,637,241                                   | 11,637,241                                   | 11,637,241                                       |  |
|  | - Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)   | 100.00                                    | 100.00                                    | 100.00                                  | 100.00                                       | 100.00                                       | 100.00   |  |
|  | - Percentage of shares (as a % of the total share capital of the Company)  | 70.03                                     | 70.03                                     | 67.38                                   | 67.38  | 67.38  | 67.38  |  |
| <b>INVESTOR COMPLAINTS</b>                     |  | <b>Quarter ended 30-Sep-2015</b>          |   |   |  |  |  |  |
| Pending at the beginning of the quarter        |  | 0   |   |   |  |  |  |  |
| Received during the quarter                    |  | 3   |   |   |  |  |  |  |
| Disposed during the quarter                    |  | 3   |   |   |  |  |  |  |
| Remaining unresolved at the end of the quarter |  | 0   |   |   |  |  |  |  |



**SIGNED FOR IDENTIFICATION BY**  
*CH. N. Mody*  
**N. A. SHAH ASSOCIATES**  
**MUMBAI**

## Notes to financial results:

| Statement of Assets & Liabilities |  | Rs. In Lacs                    |                              |
|-----------------------------------|--|--------------------------------|------------------------------|
| Particulars                       |  | As at 30-Sep-2015<br>Unaudited | As at 31-Mar-2015<br>Audited |
| <b>1</b>                          | <b>EQUITY AND LIABILITIES</b>                        |                                |                              |
| A                                 | <b>Shareholders' Funds</b>                           |                                |                              |
| 1                                 | a) Share Capital                                     | 1,726                          | 1,726                        |
|                                   | b) Reserves and Surplus                              | 2,229                          | 1,908                        |
|                                   | c) Equity Warrants                                   | -                              | -                            |
|                                   | <b>Sub-total - Shareholders' Funds</b>               | <b>3,955</b>                   | <b>3,634</b>                 |
| 2                                 | <b>Non-current Liabilities</b>                       |                                |                              |
|                                   | a) Long-term Borrowings                              | 1,181                          | 204                          |
|                                   | b) Deferred Tax Liabilities (Net)                    | 364                            | 178                          |
|                                   | c) Other Long-term Liabilities                       | 2                              | 6                            |
|                                   | d) Long-term Provisions                              | 80                             | 72                           |
|                                   | <b>Sub-total - Non-current Liabilities</b>           | <b>1,627</b>                   | <b>460</b>                   |
| 3                                 | <b>Current Liabilities</b>                           |                                |                              |
|                                   | a) Short-Term Borrowings                             | 6,205                          | 5,229                        |
|                                   | b) Trade Payables                                    | 584                            | 728                          |
|                                   | c) Other Current Liabilities                         | 1,072                          | 618                          |
|                                   | d) Short-Term Provisions                             | 87                             | 54                           |
|                                   | <b>Sub-total - Current Liabilities</b>               | <b>7,948</b>                   | <b>6,626</b>                 |
|                                   | <b>TOTAL - EQUITY AND LIABILITIES</b>                | <b>13,530</b>                  | <b>10,720</b>                |
| B                                 | <b>ASSETS</b>  |                                |                              |
| 1                                 | <b>Non-current Assets</b>                            |                                |                              |
|                                   | a) Fixed Assets (including capital work in progress) | 3,804                          | 2,037                        |
|                                   | b) Non-current investments                           | 442                            | 4                            |
|                                   | c) Deferred Tax Assets (Net)                         | -                              | -                            |
|                                   | d) Long-term Loans and Advances                      | 595                            | 458                          |
|                                   | e) Other Non-current Assets                          | 15                             | 16                           |
|                                   | <b>Sub-total - Non-current Assets</b>                | <b>4,856</b>                   | <b>2,515</b>                 |
|                                   | <b>Current Assets</b>                                |                                |                              |
|                                   | a) Inventories                                       | 3,769                          | 3,443                        |
|                                   | b) Trade Receivables                                 | 3,533                          | 3,825                        |
|                                   | c) Cash and Cash Equivalents                         | 239                            | 42                           |
|                                   | d) Short-term Loans and Advances                     | 1,133                          | 895                          |
|                                   | e) Other Current Assets                              | -                              | -                            |
|                                   | <b>Sub-total - Current Assets</b>                    | <b>8,674</b>                   | <b>8,205</b>                 |
|                                   | <b>TOTAL - ASSETS</b>                                | <b>13,530</b>                  | <b>10,720</b>                |



SIGNED FOR IDENTIFICATION  
 CH AS. No. 100  
 N. A. SHAH ASSOCIATE  
 MUMBAI

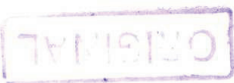
- 2 The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 7th November, 2015. The Statutory Auditors have carried out a limited review of above results.
- 3 2.1 MW Wind Mill was originally set up as a captive unit. In view of the changed government's policy, it is economical to supply the power to Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL). The necessary steps are being taken to sign and execute Power Purchase Agreement (PPA) with MSEDCL. In the meantime, for the current quarter, income of Rs. 85.56 lacs (for the quarter ended 30th June 2015 Rs. 50.97 lacs, for six months ended 30th September 2015 Rs. 136.53 lacs. For the quarter & six months ended September 2014 Rs. Nil, for the year ended 31st March 2015 Rs. Nil) has been recognized from the power generated and fed into the Grid and is grouped under other operating revenue .
- 4 The Company is primarily engaged in a single business segment of manufacturing of closed die forgings and processing thereof. Since PPA with MSEDCL has not been executed, power generation from windmill has not been shown as a separate business segment.
- 5 During the quarter ended 30th June 2015, the Company had received demand notices from Navi Mumbai Municipal Corporation towards additional cess liability for the period 1998 to 2013. The amount of demand excluding interest & penalty is Rs.71.66 lacs. The Company is under process of contesting certain items in these demands through industry associations. As per management estimate, the Company has made provision of Rs. 26.37 lacs during the current quarter towards this liability and payment of Rs. 11.37 lacs has been made during the current quarter out of this provision.
- 6 The Company has opted to publish Standalone Results for the quarter & half year ended 30th September,2015. Consolidated Results with respect to Wholly Owned Subsidiary and step-down Subsidiary will be published at the year end.
- 7 Export Sales for the quarter ended 30th September, 2015 includes sales of Rs. 223.05 lacs (for the quarter ended 30th June 2015 Rs. 208.12 lacs, for the six months ended 30th September 2015 of Rs.431.17 for the quarter ended 30th September 2014 Rs. 349.61 lacs, for the six months ended 30th September 2014 of Rs. 639.23 lacs & for the year ended 31st March 2015 of Rs.1,186.92 lacs) to WOS of the Company in USA.
- 8 Prior period adjustment includes, amounts pertaining to quarter ended 30th June 2015 of Rs. (4.08) lacs and for financial year 2014-15 of Rs.42.52 lacs.
- 9 The figures of the previous periods have been regrouped or rearranged wherever considered necessary.

SIGNED FOR IDENTIFICATION BY  
*N. A. Shah*  
N. A. SHAH ASSOCIATES  
MUMBAI

for Pradeep Metals Ltd.  
*Pradeep Goyal*  
Pradeep Goyal  
Chairman And Managing Director

Mumbai  
7th November, 2015





To  
The Board of Directors of  
Pradeep Metals Limited

**1. Report on quarterly Unaudited Financial results pursuant to clause 41 of the Listing Agreement**

We have reviewed the accompanying Statement of Unaudited Financial Results ("the Statement") of Pradeep Metals Limited ("the Company") for the quarter & six months ended on 30<sup>th</sup> September 2015 are attached herewith, being submitted by the Company pursuant to the requirements of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us.

**2. Management's Responsibility for Unaudited Financial Statements**

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 the Statement based on our review.

**3. Auditor's Responsibility**

We conducted our review of the Statement in accordance with 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 financials statements are free of material misstatement. A review is limited primarily to inquiries of Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**4. Opinion**

Based on our review conducted, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with recognition and measurement principle laid down in AS-25 "Interim Financial Reporting", in accordance with the Accounting Standard notified under the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant financial reporting framework.



**5. Other Matter**

The financial results for all periods prior to the quarter ended 30<sup>th</sup> September 2015 included in the Statement were reviewed and/or audited earlier by the erstwhile statutory auditor M/s. S. R. Rege & Co., Chartered Accountants, whose reports have been furnished to us and which have been relied upon for the purpose of our review opinion on the Statement.

**For N. A. Shah Associates**

Chartered Accountants

Firms Registration No. 116560W



**Milhan Mody**

Partner

Membership No.: 103286

Place: Mumbai

Date: 7<sup>th</sup> November 2015