



Works : Giaspura Road, Ludhiana-141 122. Ph. : 0161-2510921 - 923, Fax : 91-161-2511254

To

13.02.2017

The Company Secretary
Bombay Stock Exchange Limited
25th Floor, P. J. Tower
Dalal Street
Mumbai.

Dear Sir / madam,

Ref: Scrip Code-513265

Sub: Unaudited Financial result for the Quarter ended December 31, 2016

In compliance with the provisions of regulation 33 of SEBI (LODR) Regulations, 2015, please find enclosed the Unaudited Standalone Financial Results for the quarter ended December 31, 2016 as approved by the Board of Directors at its meeting held on February 13, 2017 along with the Limited Review Report.

This is for your information & record.

Thanking You,

Yours Faithfully,

Mukesh Steels Limited.

(Deepak Gupta)

Director

00159840

508-B Aggar Nagar,

Ludhiana 141001

MUKESH STEELS LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31-12-2016

(Rs. In lacs)

PART I

Sr.No. Particulars

	Quarter ended 31.12.16 (unaudited)	Quarter ended 30.09.16 (unaudited)	Quarter ended 31.12.15 (unaudited)	Nine months ended 31.12.2016 (unaudited)	Nine months ended 31.12.2015 (unaudited)	Year Ended 31.03.2016 (audited)	
1	Income from Operations						
	Net Sales/Income from operations (Net of excise duty)	0.00	29.78	29.90	80.29	163.19	217.36
	Other Operating Income	0.00	0.00	0.00	0.00	0.00	0.00
	Total income from operations	0.00	29.78	29.90	80.29	163.19	217.36
2	Expenditure						
	a. Cost of Materials consumed (including Purchase of stock-in-trade)	0.00	0.00	30.00	0.00	187.10	8.75
	b. Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.00	40.46	0.00	90.47	0.00	196.96
	c. Employee benefits expense	0.29	0.32	5.08	1.97	15.02	20.21
	d. Depreciation and amortisation expense	2.28	2.26	9.30	6.83	28.00	37.45
	e. Other Expenditure	2.80	2.42	18.60	6.56	25.81	486.4
	Total Expenses	5.37	45.46	62.98	105.83	255.93	749.77
3	Profit/(Loss) from operation before other income, finance cost and Exceptional items (1-2)	-5.37	-15.68	-33.08	-25.54	-92.74	-532.41
4	Other Income	0.35	0.55	0.00	1.44	2.93	10.55
5	Profit/ (Loss) from ordinary activities before finance cost and Exceptional items (3+4)	-5.02	-15.13	-33.08	-24.10	-89.81	-521.86
6	Interest	0.00	0.00	82.76	0.00	247.39	294.25
7	Profit/(Loss) from ordinary activities after finance cost but before Exceptional items and tax (5-6)	-5.02	-15.13	-115.84	-24.10	-337.20	-816.11
8	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0
9	Profit/(Loss) from ordinary activities before Tax (7+8)	-5.02	-15.13	-115.84	-24.10	-337.20	-816.11
10	Tax Expenses	0.00	0.00	-2.08	0.00	-6.26	-10.52
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	-5.02	-15.13	-113.76	-24.10	-330.94	-805.59
12	Extraordinary Item	0.00	0.00	0.00	0.00	0.00	0
13	Net Profit/(Loss) for the period (11-12)	-5.02	-15.13	-113.76	-24.10	-330.94	-805.59
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	-883.72	-878.70	-384.97	-883.72	-384.97	-859.62
16.i	Earning Per Share before exceptional Items						
	Basic EPS (In Rs) (Not annualised)	-0.08	-0.23	-1.73	-0.37	-5.04	-12.27
	Diluted EPS (In Rs.)(Not annualised)	-0.08	-0.23	-1.73	-0.37	-5.04	-12.27
16.ii	Earning Per Share after exceptional Items						
	Basic EPS (In Rs) (Not annualised)	-0.08	-0.23	-1.73	-0.37	-5.04	-12.27
	Diluted EPS (In Rs.)(Not annualised)	-0.08	-0.23	-1.73	-0.37	-5.04	-12.27

PART II**Sr.No. Particulars**

Quarter ended 31.12.16 (unaudited)	Quarter ended 30.09.16 (unaudited)	Quarter ended 31.12.15 (unaudited)	Nine months ended 31.12.2016 (unaudited)	Nine months ended 31.12.2015 (unaudited)	Year Ended 31.03.2016 (audited)
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A PARTICULARS OF SHARE HOLDING

1	Total Public Share Holding					
	-Number of Shares	2345886	2992763	2992763	2345886	2992763
	-Percentage of Shareholding	35.73%	45.58%	45.58%	35.73%	45.58%
2	Promoters and promoter Group Shareholding					
	a) Pledged/ Encumbered					
	Number of Shares	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%
	Percentage of Share (As a % of the total share Capital of the Company)	0.00%	0.00%	0.00%	0.00%	0.00%
	b) Non-encumbered					
	Number of Shares	4220574.00	3573697.00	3573697.00	4220574.00	3573697.00
	Percentage of Share (As a % of the total shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of Share (As a % of the total share Capital of the Company)	64.27%	54.42%	54.42%	64.27%	54.42%

PARTICULARSQuarter ended
31.12.16**B INVESTOR COMPLAINTS**

Pending at the beginning of the quarter	5
Received during the quarter	3
Disposed of during the period	8
Remaining unresolved at the end of the quarter	0

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 has accumulated losses of Rs. 864.50 Lacs as at 31st Dec 2016. The total net worth as on date is minus Rs. 129.11 lacs. The bank who had lent the money to the company have recalled their debts and taken action under SARFAESI Act, 2002. Although these events or conditions indicates material uncertainty that may cast significant doubt about the company's ability to continue on going concern. Based on detailed evaluation of its current situation and plans formulated and active discussion with prospective investor, the management is confident of raising adequate finance for its revival and settling with creditors including bank. It has also filed securitization application with DRT-II, Chandigarh and reference is registered as case no. 136/2016. Therefore management holds the view that the company will realize its assets and discharge liabilities in the normal course of business. Accordingly the financial statements have been prepared on the basis that company is going concern and that no adjustments are required to the carrying value of assets and liabilities.

Place: Ludhiana

Dated:

For Mukesh Steels Limited

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 31st December, 2016. This statement which 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.

This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under section 133 of the Companies act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement 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 for Qualified Opinion

- (i) We draw attention to note no.3 in the statement. The Company has incurred a net loss of Rs.24.10 lacs during the nine months period ended 31st December 2016 which together with brought forward losses of Rs. 840.40 lacs exceeds the net worth of the company, and as of that date, the company's current liabilities exceeded its current assets by Rs.300.61 lacs and its total liabilities exceeded its total assets by Rs.129.11 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 on appropriateness of going concern assumption.

- (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:*

Trade and Other payables: Rs.178.84 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.*
- (iv) The company has not made provision in respect of Trade and other receivables which are doubtful in nature, amounting to Rs.911.96 lacs, as on the date of the financial results.*
- (v) The Company has not provided for the interest on borrowings amounting to Rs.246.27 lacs pertaining to the nine months period ended on 31st December, 2016 under review including Rs.82.09 lacs pertaining to the quarter ended 31st December, 2016.*
- (vi) We report that except for the effect, if any, of the matters stated in paragraph (i) to (iii) above which are not ascertainable, had the impact of our observation made in paragraph (iv) and (v) above been considered, then loss for the nine months period ended 31st December, 2016 would have been Rs.1182.32 lacs (against the reported figure of Rs.24.10 lacs).*
- (vii) We further report that had the impact of our observations stated in paragraph (iv) and (v) above been considered, the loss of the quarter ended 31st December, 2016 would have been Rs. 999.07 lacs (against reported figure of Rs.5.02 lacs)*
- (viii) The earning (loss) per share for the nine months period ended 31st December, 2016 would have been (Rs.18.00) against reported earning (loss) per share of (Rs.0.37) and earning (loss) per share for the quarter period ended 31st December, 2016 would have been (Rs.15.21) against reported earning (loss) per share of (Rs.0.08).*

Conclusion

Based on our review conducted as stated above, *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 the 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.

**For S.C. Vasudeva & Co.
Chartered Accountants
Registration No.00235N**

**Sd-
(Sanjiv Mohan)
Partner
M. No. 086066**

**Dated: 13.02.2017
Place: Ludhiana**