



GURUDEV

## SURANA Corporation Limited

Corporate Head Office :

New No. 161, (Old No. 79), NSC Bose Road, Sowcarpet,

Chennai - 600 001. Ph : +91-44-2535 5072 Fax : +91-44-2535 5069

E-mail : secretarial@suranacorp.com. Website : www.suranacorp.com

CIN : L65991TN1991PLC020783

Ref: SCL/SEC/128 /FY2017-2018

February 13, 2018

**The Manager**  
**National Stock Exchange of India Limited**  
Listing Department  
Exchange Plaza, Bandra-Kurla complex  
Bandra (E), Mumbai – 400051.

**The Deputy General Manger,**  
**Department of Corporate Services,**  
**Bombay Stock Exchange Limited,**  
23<sup>rd</sup> Floor, PJ Towers, Dalal Street,  
Mumbai-400 001.

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting.**

**Ref: Scrip Code: 531102, Scrip ID: SURANACORP, Symbol: SURANACORP.**

The Board of Directors of the Company at their meeting held today (February 13, 2018), inter alia, considered and approved the following:

Un-Audited Financial Results along with the Limited Review Report of the Company for the Quarter and nine months ended on December 31, 2017 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the copy of the same is attached with this covering letter.

This is for your information and records.

Thanking You,

Yours Faithfully,

For **SURANA CORPORATION LIMITED**

  
**AUTHORISED SIGNATORY**



Gurudev

**SURANA CORPORATION LIMITED**

CIN : L65991TN1991PLC020783

Regd. Office : No.30, GNT Road, Madhavaram, Chennai 600 110.

Scrip Code : 531102, Scrip ID : SURANACORP

Website : www.suranacorp.com, Email : secretarial@suranacorp.com , Tel no: (044) 25355070 , Fax no: (044) 25355069

**Statement of standalone Unaudited financial results for the quarter and Nine months ended 31/12/2017**

(Rupees in Crores except equity Shares and per equity share data)

Particulars	Rupees in Crores					
	Quarter Ended on 31.12.2017	Quarter ended on 30.09.2017	Quarter ended on 31.12.2016	Nine Months Ended on 31.12.2017	Nine Months Ended on 31.12.2016	Financial year ended on 31.03.2017
1. Revenue From Operation						
a. Gross sales	0.00	-62.91	98.31	14.78	187.35	231.56
b. Other operating revenue	-	-	2.63	-	3.75	3.10
<b>Total Revenue from Operation</b>	<b>0.00</b>	<b>-62.91</b>	<b>100.94</b>	<b>14.78</b>	<b>191.10</b>	<b>234.66</b>
2. Other Income	-	-	0.01	-	0.01	6.21
3. <b>Total Income ( 1 + 2 )</b>	<b>0.00</b>	<b>-62.91</b>	<b>100.95</b>	<b>14.78</b>	<b>191.11</b>	<b>240.87</b>
4. Expenses						
a. Raw Material Consumed.	-	-	205.71	-	294.25	294.24
b. Purchase of Semi finished goods & Other Product	-	-	-	-	-	-
c. Changes in Inventory	65.46	-65.46	-101.10	81.43	-99.75	(31.34)
d. Employee Benefit Expenses	0.09	0.14	0.15	0.34	0.40	0.52
e. Finance Cost	39.76	44.15	29.14	119.28	106.81	175.69
f. Depreciation and Amortisation Expenses	0.17	0.17	2.94	0.51	8.82	7.71
g. Other Expenses	111.68	338.72	17.86	485.46	81.28	113.31
<b>Total Expenses ( 4(a) to 4(g) )</b>	<b>217.16</b>	<b>317.72</b>	<b>154.70</b>	<b>687.02</b>	<b>391.81</b>	<b>560.13</b>
5. <b>Profit/ (Loss) Before Exceptional Items &amp; Tax [ 3-4 ]</b>	<b>(217.16)</b>	<b>(380.63)</b>	<b>(53.75)</b>	<b>(672.24)</b>	<b>(200.70)</b>	<b>(319.26)</b>
6. Exceptional Items	-	-	-	-	-	-
7. <b>Profit / (Loss) Before Tax [ 5 - 6 ]</b>	<b>(217.16)</b>	<b>(380.63)</b>	<b>(53.75)</b>	<b>(672.24)</b>	<b>(200.70)</b>	<b>(319.26)</b>
8. Tax Expenses						
a. Current Tax	-	-	-	-	-	-
b. Deffered Tax	-	-	-	-	-	-
<b>Total Tax Expenses [8(a) to 8(b)]</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9 <b>Net Profit / Loss for the period</b>	<b>(217.16)</b>	<b>(380.63)</b>	<b>(53.75)</b>	<b>(672.24)</b>	<b>(200.70)</b>	<b>(319.26)</b>
10 Other Comprehensive Income	-	-	-	-	-	-
11. <b>Total Comprehensive Income [ 9 + 10 ]</b>	<b>(217.16)</b>	<b>(380.63)</b>	<b>(53.75)</b>	<b>(672.24)</b>	<b>(200.70)</b>	<b>(319.26)</b>
12. Paid Up Equity Share Capital	24.36	24.36	24.36	24.36	24.36	24.36
13. Paid up Debt	-	-	-	-	-	-
14. Reserves excluding Revaluation Reserve	-	-	-	-	-	-
15. Earnings per Equity Share						
Basic Earnings per Share.	(89.15)	(156.25)	(22.06)	(275.96)	(60.32)	(131.06)
Diluted Earnings per Share.	(89.15)	(156.25)	(22.06)	(275.96)	(82.39)	(131.06)
See accompanying note to the financial results						

Notes:

For and on behalf of the Board

*Agnes Roslind Joseph*  
**Agnes Roslind Joseph**  
**Director**  
(DIN: 07601460)

Place: Chennai  
Date : 13-02-2018



**Notes:**

1. The above statement of UnAudited Standalone Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 13, 2018.
2. The Financial Result of the company have been prepared in accordance with the companies (Indian Accounting Standard) Rules, 2015 (Ind As) prescribed under Section 133 of the companies Act, 2013. The company has adopted Ind AS from April 01, 2016 with a transition date of April 01, 2015.
3. The Company's activities during the year revolve around Manufacturing and Trading in Bullion and Jewellery and power generation. Considering the nature of Company's business and operations, there are no separate reportable segments disclosure is required. The SEZ License is not renewed no export activities have been undertaken during the current period.
4. Even though the company has incurred a net loss of Rs.672.23 Crores for the Nine months ended December 31, 2017 and as of that date, the company's accumulated losses aggregate to Rs.1535.23 resulting in erosion of its net worth, the financial statements have been prepared on on-going concern by considering the outcome of the consortium meeting dated December 14, 2016 and May 08, 2017, whereby the company has offered One Time Settlement of its liabilities with the consortium members, which has been considered by them for further approval.
5. Debtors of Rs.626.62 aged more than one year (referred as sticky) are covered under the Memorandum of understanding entered in June 2015 confirming the schedule of repayment. This schedule of repayment has been considered as part of company CDR proposal by the consortium of Banks. Further the Memorandum also indicates coverage of these debts belonging to some of the debtors by properties. These properties of the debtors have been mortgaged in favour of the consortium lenders of the company as part of CDR. Also the company reserves the rights to sell the said properties in case of non receipt of scheduled payments. During this Quarter an amount of Rs.53.50 Crores which was not recovered as per the MoU terms provided for and the same has been included in the total provision of Rs.408.83 Crores. The company has initiated necessary legal recourse to recover the dues.
6. During the year, lenders have categorized some of the loan accounts as Non Performing Assets and have not charged interest thereof for the subsequent period. Management has provided on prudent basis for interest based on the information available as per the terms of the prevailing loan agreements without having any balance confirmation from the certain banks with respect to accrual of interest payable. Accordingly the actual interest payment to the banks may vary from the amount already accounted. The company has impaired all its investments in subsidiaries as there is no certainty of recovery from them.



7. CDR Exit: The consortium of lenders vide JLM dated 20.04.2016 had recommended exit from CDR to CDR-EG. CDR-EG vide its communication dated 24.05.2016 has approved exit of Consortium from CDR. Consortium of lenders has also issued notice of filing a suit in Debt Recovery Tribunal, Chennai for recovery of their dues. The same is being contested by the company. Meanwhile, the company has offered One-Time Settlement to the consortium lenders and the JLM's held on December 14, 2016 and May 08, 2017 respectively, have accorded acceptance, subject to approval from the respective authorities.
8. Shri. K E Devarajan, Director of the Company had filed E-form DIR-11 with MCA portal by mentioning the Resignation date as 10/10/2017, however the same was unanimously rejected by the consortium in its meeting held on 28/12/2017.(as per lead Bank, SBI Bank reference letter no.SAMB/CLO-IV/2012 dated 12/02/2018).
9. Figures for the previous period have been regrouped/reclassified, wherever necessary to synchronise and conform with current period classification

For and on behalf of the Board of Directors

Place: Chennai

Date: February 13, 2018

  
Angus Roslind Joseph



Director

DIN: 07601460

**V D S R & Co. LLP**  
CHARTERED ACCOUNTANTS

Office:

3A, 3rd Floor, Amber Crest Apartments,  
No. 37, Pantheon Road,  
(Near Mercury Hospital),  
Egmore, Chennai - 600 008.  
Tel : 044-2855 4447, 2855 4019  
Email : office@kapasi.net  
Web : www.vdsr.co.in

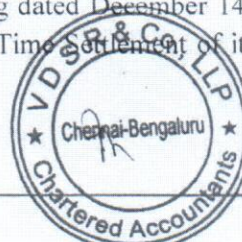
Branch:

3rd Floor, Karuna Complex,  
No. 337, Sampige Road,  
Malleswaram, Bangalore - 560 003.  
Tel: 080-23312779, 23313725  
Email: kamath@vdsr.co.in

**Independent Auditor's Review Report on the Interim Financial Results**

**The Board of Directors**  
**Surana Corporation Limited**  
**Chennai**

1. We have reviewed the accompanying statement of standalone unaudited financial results of **Surana Corporation Limited** ("the Company") for nine months ended December 31, 2017 and year to date from April 01, 2017 to December 31, 2017 ("the Statement") being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by SEBI Circular No CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016. This statement is the responsibility of the Company's Management and the Board of Directors and is required to be prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under section 133 of the Companies Act, 2013. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the statement as per 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 Statement is free from Material Misstatements. A review is limited primarily to inquire 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.
3. **Basis for Adverse Conclusion:**
  - a. We draw your attention to Note no. 4 to the Statement which indicates that the Company has incurred net loss of Rs.672.23 Crores and as of that date, the Company's accumulated losses aggregate to Rs.1,688.20 Crores resulting in erosion of its net worth as at December 31, 2017. These conditions along with other matters as set forth in the aforesaid note indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements have been prepared under the assumption of going concern, considering the outcome of the consortium meeting dated December 14, 2016 and May 08, 2017, whereby the Company has offered One Time Settlement of its liabilities with



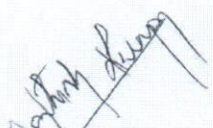
the consortium members, which has been considered by them for their approval. The ability of the Company to continue as a going concern is significantly dependent on the approval by the consortium of lenders on the One Time Settlement offered by the Company.

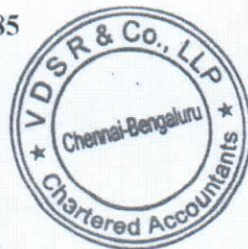
- b. The Company has considered long term trade receivables of Rs.217.43 Crores, and short term trade receivables of Rs. 62.20 crores as good and recoverable. However, we were unable to confirm or verify, by alternative means, balances of such trade receivables. Had the provision been made with respect to the above receivable in the books of the Company, the loss would have been increased by Rs.279.63 Crores and consequently Net worth would have been reduced by Rs.279.63 Crores. Further, with respect to the certain receivables which have become overdue for more than one year amounting to Rs.131 Crores for which provision has been made, the Company has not initiated adequate and necessary action for their recovery.
- c. It is informed to us that the records of Registrar of Companies ("ROC") as per MCA Web portal are pending for updating and filing forms for appointment of various directors due to technical issues in online filing. Pending submission of relevant forms for uploading with respect to appointment and resignation of various directors, we are unable to comment on the penalty, which may be imposed under the Companies Act 2013.

#### 4. Adverse conclusion

Based on our review conducted as stated above, due to the significance and the possible effects of the matters described in paragraph 3 above, the accompanying Statement has not been prepared in accordance with Indian Accounting Standards (IND AS) including IND AS 34 and other accounting principles generally accepted in India and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (listing Obligation and Disclosure Requirements) Regulations, 2015 as modified by Circular NO. CIR/CFD/FAC/ 62/2016 dated July 5, 2016, including the manner in which it is to be disclosed and the Statement may contain material misstatements

For V D S R & Co., LLP  
Chartered Accountants  
F.R. No 001626S / S200085

  
Sathish Kumar R K  
Partner  
Membership No : 220263



Place: Chennai.  
Date : 13-02-2018