

KHANDELWAL JAIN & CO.
Chartered Accountants
12-B, Baldota Bhavan,
5th Floor, 117, M.K. Road,
Mumbai – 400 020.

BATLIBOI & PUROHIT
Chartered Accountants
National Insurance Building, 204,
Dadabhoy Naoroji Road, Fort,
Mumbai – 400 001.

Independent Auditors' Review Report

The Board of Directors,
Prakash Steelage Limited,
Mumbai.

We have reviewed the accompanying statement of standalone unaudited financial results ("the Statement") of 'Prakash Steelage Limited' for the quarter and half year ended September 30, 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been reviewed by us. 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.

We conducted our review in accordance with the 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results prepared in accordance with the applicable Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014) and other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the Stock Exchange including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **KHANDELWAL JAIN & CO.**
Chartered Accountants
Firm Registration No: 105049W

Narendra Jain

(NARENDRA JAIN)
PARTNER

Membership No. 048725

Place: Mumbai

Date : November 11, 2014



For **BATLIBOI & PUROHIT**
Chartered Accountants
Firm Registration No: 101048W



Parag Hangekar

(PARAG HANGEKAR)
PARTNER

Membership No. 110096

PRAKASH STEELAGE LIMITED

Registered Office : 701, " Mahalaxmi Chambers", Bhulabhai Desai Road, Mahalaxmi, Mumbai - 400026

CIN : L27106MH1991PLC061696

Tel. No. : 022 66134500,

Fax No. : 022 23526576

Email Id : cs@prakashsteelage.com

Website : www.prakashsteelage.com

PART I

Statement of Standalone Unaudited Financial Results for the Quarter and Half Year Ended 30th September, 2014

(Rs. in lacs)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Gross sales/income from operations	25,223.11	20,931.66	20,545.85	46,154.77	37,338.33	95,633.85
	Less : Excise duty	325.28	497.33	450.11	822.61	989.71	1,794.96
	(a) Net sales/income from operations	24,897.83	20,434.33	20,095.73	45,332.16	36,348.62	93,838.89
	(b) Other operating income	230.24	223.00	176.91	453.24	238.52	582.89
	Total income from operations (net)	25,128.07	20,657.33	20,272.65	45,785.40	36,587.14	94,421.78
2	Expenses						
	(a) Cost of materials consumed	5,460.45	5,277.85	5,023.24	10,738.30	8,853.79	19,234.87
	(b) Purchase of stock-in-trade	18,219.51	14,927.64	12,273.63	33,147.15	24,319.46	67,492.51
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,378.08)	(2,792.51)	(90.90)	(5,170.58)	(2,311.41)	(3,384.57)
	(d) Conversion of land into stock in trade / Development Cost	52.65	45.75	-	98.40	-	88.18
	(e) Employee benefits expense	263.45	254.91	258.55	518.36	518.29	999.51
	(f) Depreciation and amortisation expense	286.39	285.98	189.11	572.37	375.70	808.67
	(g) Consumption of Stores & Spares	418.04	307.80	234.25	725.84	520.32	939.13
	(h) Other expenses	824.65	653.12	842.95	1,477.76	1,312.87	2,766.69
	Total expenses	23,147.06	18,960.54	18,730.83	42,107.60	33,689.01	88,944.99
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,981.01	1,696.79	1,541.82	3,677.80	2,998.12	5,476.79
4	Other income	244.70	161.69	70.11	406.39	200.43	411.77
	Total Other Income	244.70	161.69	70.11	406.39	200.43	411.77
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	2,225.71	1,858.48	1,611.93	4,084.19	3,198.55	5,888.56
6	Finance costs	934.19	890.34	760.23	1,824.53	1,565.48	3,532.10
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	1,291.52	968.14	851.70	2,259.66	1,633.07	2,356.46
8	Exceptional items	-	-	-	-	-	175.00
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	1,291.52	968.14	851.70	2,259.66	1,633.07	2,531.46
10	Tax expense						
	Current tax	451.46	360.00	303.38	811.46	576.12	800.91
	Deferred tax	(25.76)	(23.34)	(3.09)	(49.10)	(6.65)	74.24
	Income tax for earlier year(s)	-	-	1.39	-	1.39	1.39
		425.70	336.66	301.68	762.36	570.87	876.54
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	865.82	631.48	550.02	1,497.30	1,062.20	1,654.92
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 - 12)	865.82	631.48	550.02	1,497.30	1,062.20	1,654.92
14	Paid-up equity share capital (Face Value of the Share : Rs.10/- each)	1,750.00	1,750.00	1,750.00	1,750.00	1,750.00	1,750.00
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year						16,204.31



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PART I

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(Rs. In lacs)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
16.I	Earnings per share (before extraordinary items) (of Rs10/- each) (not annualised):						
	(a) Basic	4.95	3.61	3.14	8.56	6.07	9.46
	(b) Diluted	4.95	3.61	3.14	8.56	6.07	9.46
16.II	Earnings per share (after extraordinary items) (of Rs10/- each) (not annualised):						
	(a) Basic	4.95	3.61	3.14	8.56	6.07	9.46
	(b) Diluted	4.95	3.61	3.14	8.56	6.07	9.46

PART II : Select information for the quarter and half year ended 30th Sep, 2014

A	PARTICULARS OF SHAREHOLDING						*
1	Public shareholding						
	- Number of shares	5,773,015	5,773,015	5,978,465	5,773,015	5,978,465	5,773,015
	- Percentage of shareholding	32.99	32.99	34.16	32.99	34.16	32.99
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	1,826,593	1,460,093	1,641,635	1,826,593	1,641,635	800,093
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	15.58	12.45	14.25	15.58	14.25	6.82
	- Percentage of shares (as a % of the total share capital of the company)	10.44	8.34	9.38	10.44	9.38	4.57
	b) Non - encumbered						
	- Number of shares	9,900,431	10,266,931	9,879,939	9,900,431	9,879,939	10,926,931
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	84.42	87.55	65.75	84.42	85.75	93.18
	- Percentage of shares (as a % of the total share capital of the company)	56.57	58.67	56.46	56.57	56.46	62.44

B	Particulars	Quarter ended 30.09.2014
	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	NIL
	Received during the quarter	NIL
	Disposed of during the quarter	NIL
	Remaining unresolved at the end of the quarter	NIL



Notes to Standalone Financial Results:

1. STATEMENT OF STANDALONE ASSETS AND LIABILITIES

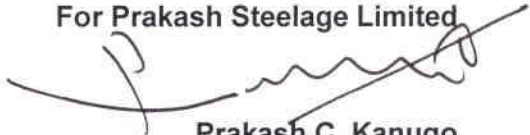
Rs in lacs

Sr. No.	Particulars	As At	
		30.09.2014	31.03.2014
		(Un Audited)	(Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	1,750.00	1,750.00
	(b) Reserves and surplus	17,641.73	16,204.31
	Sub-total - Shareholders' funds	19,391.73	17,954.31
2	Non-current liabilities		
	(a) Long-term borrowings	3,567.69	3,910.10
	(b) Deferred tax liabilities (net)	643.85	723.77
	(c) Long-term provisions	40.74	62.96
	Sub-total - Non-current liabilities	4,252.28	4,696.83
3	Current liabilities		
	(a) Short-term borrowings	21,301.01	21,887.86
	(b) Trade payables	28,177.35	15,853.59
	(c) Other current liabilities	3,149.05	2,605.25
	(d) Short-term provisions	1,443.82	709.68
	Sub-total - Current liabilities	54,071.23	41,056.37
	TOTAL - EQUITY AND LIABILITIES	77,715.24	63,707.52
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets (including CWIP)	7,847.18	8,463.02
	(b) Long-term loans and advances	1,093.23	1,002.79
	(c) Other non-current assets	58.81	83.31
	(d) Non-Current Investments	40.35	40.35
	Sub-total - Non-current assets	9,039.57	9,589.47
2	Current assets		
	(a) Inventories	26,620.01	20,545.78
	(b) Trade receivables	32,761.13	27,917.99
	(c) Cash and cash equivalents	896.16	1,824.59
	(d) Short-term loans and advances	7,695.22	3,264.93
	(e) Other current assets	703.15	564.77
	Sub-total - Current assets	68,675.67	54,118.05
	TOTAL - ASSETS	77,715.24	63,707.52



2. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 11th November, 2014. The above result have been reviewed by the Statutory Auditors of the Company.
3. The Company's operations predominantly relate to 'Stainless Steel Tubes & Pipes' and the revenue / profit from Real Estate segment is insignificant hence there is no separate reportable segment as per Accounting Standard 17 "Segment Reporting" as notified under the Companies Accounting Standards Rules, 2006.
4. Other expenses, includes foreign currency exchange loss of Rs.92.72 lacs, Rs. 212.42 lacs, Rs. 89.11 lacs, Rs. 551.04 lacs and Rs. 290.72 lacs for the quarter ended 30th September, 2014, 30th September, 2013, half year ended 30th September, 2014, 30th September, 2013 and year ended 31st March, 2014 respectively and Other income includes foreign currency exchange gain of Rs.3.61 lacs for the quarter ended 30th June, 2014.
5. Pursuant to the guidelines under schedule II of the Companies Act, 2013, the carrying amount of the fixed assets as on 1st April, 2014 has been depreciated over the remaining revised useful life of the fixed assets. As a result, the depreciation charge for the quarter and half year ended 30th September, 2014 is higher by Rs. 59.91 lacs and Rs.122.08 lacs respectively and profit before tax for the quarter and half year ended 30th September, 2014 is lower to the said extent. Further, based on the transitional provision provided in note 7(b) of the Schedule II, fixed assets whose useful life has already been completed as on 1st April, 2014, the carrying value of those fixed assets amounting to Rs. 90.70 lacs and the corresponding deferred tax thereon amounting to Rs. 30.83 lacs have been debited and credited respectively to the opening balance of 'Retained Earnings'.
6. The figures for the previous period / year have been re-arranged / re-grouped, wherever necessary to conform to current period's presentation.

For Prakash Steelage Limited



Prakash C. Kanugo

Chairman & Managing Director

DIN : 00286366

Place : Mumbai

Date: 11th November, 2014

