

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 nine months ended December 31, 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)
PARTNER

Membership No. 048725

Place: Mumbai

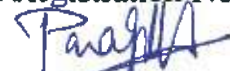
Date : February 13, 2015



For **BATLIBOI & PUROHIT**

Chartered Accountants

Firm Registration No: 101048W



(PARAG HANGEKAR)
PARTNER

Membership No. 110096



PRAKASH STEELAGE LIMITED

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

CIN : L27106MH1991PLC081896

Tel. No. : 022 66134500,

Fax No. : 022 23626676

Email Id : cs@prakashsteelage.com

Website : www.prakashsteelage.com

PART I

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2014

(Rs. in lacs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from operations						
	Gross sales/income from operations	25,762.45	25,223.11	25,749.33	71,917.22	63,087.86	95,833.85
	Less : Excise duty	277.57	325.28	308.66	1,100.18	1,288.37	1,794.86
	(a) Net sales/income from operations	25,484.88	24,897.83	25,440.67	70,817.03	61,799.29	93,938.89
	(b) Other operating income	215.25	230.24	181.49	668.49	420.01	582.89
	Total Income from operations (net)	25,700.13	25,128.07	25,622.16	71,485.52	62,209.30	94,421.78
2	Expenses						
	(a) Cost of materials consumed	5,680.20	5,460.45	4,773.58	16,618.50	13,627.37	19,234.87
	(b) Purchase of stock-in-trade	18,308.62	18,219.51	17,010.98	51,455.78	41,330.42	67,492.51
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,098.53)	(2,378.08)	1,456.23	(6,270.12)	(855.18)	(3,384.57)
	(d) Conversion of land into stock in trade / Development Cost	16.63	52.65	-	115.03	-	88.18
	(e) Employee benefits expense	259.09	263.45	257.32	777.45	775.61	989.51
	(f) Depreciation and amortisation expense	284.17	286.39	204.68	856.54	580.38	808.67
	(g) Consumption of Stores & Spares	248.64	418.04	193.42	874.49	713.74	939.13
	(h) Other expenses	695.87	824.65	525.58	2,173.63	1,838.45	2,786.69
	Total expenses	24,593.69	23,147.06	24,421.77	66,701.30	58,010.79	88,944.99
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,106.44	1,981.01	1,200.39	4,784.22	4,198.61	5,476.79
4	Other income	301.05	244.70	58.78	707.43	259.21	411.77
	Total Other Income	301.05	244.70	58.78	707.43	259.21	411.77
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	1,407.49	2,225.71	1,259.17	5,491.65	4,457.73	5,888.56
6	Finance costs	964.68	934.19	826.18	2,789.21	2,391.66	3,632.10
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	442.81	1,291.52	432.99	2,702.44	2,066.07	2,356.46
8	Exceptional items	-	-	-	-	-	175.00
9	Profit / (Loss) from ordinary activities before tax (7 - 8)	442.81	1,291.52	432.99	2,702.44	2,066.07	2,531.46
10	Tax expense						
	Current tax	176.88	451.46	109.17	986.31	685.29	800.91
	Deferred tax	(14.79)	(25.76)	48.45	(63.88)	41.81	74.24
	Income tax for earlier year(s)	0.44	-	(0.00)	0.44	1.39	1.39
		162.51	425.70	157.62	924.87	728.49	876.54
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	280.30	865.82	275.37	1,777.57	1,337.58	1,654.92
12	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13	Net Profit / (Loss) for the period (11 - 12)	280.30	865.82	275.37	1,777.57	1,337.58	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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(Rs. In lacs)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2014	30.09.2014	31.12.2013	31.12.2014	31.12.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
16.I	Earnings per share (before extraordinary items) (of Rs10/- each) (not annualised):						
	(a) Basic	1.60	4.95	1.57	10.16	7.64	9.46
	(b) Diluted	1.60	4.95	1.57	10.16	7.64	9.46
16.II	Earnings per share (after extraordinary items) (of Rs10/- each) (not annualised):						
	(a) Basic	1.60	4.95	1.57	10.16	7.64	9.46
	(b) Diluted	1.60	4.95	1.57	10.16	7.64	9.46

PART II : Select information for the quarter and nine months ended 31st December, 2014

A		PARTICULARS OF SHAREHOLDING					
1	Public shareholding						
	- Number of shares	5,773,015	5,773,015	5,894,637	5,773,015	5,894,637	5,773,015
	- Percentage of shareholding	32.99	32.99	33.68	32.99	33.68	32.99
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	2,071,593	1,826,593	1,308,093	2,071,593	1,308,093	800,083
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	17.67	15.58	11.27	17.67	11.27	6.82
	- Percentage of shares (as a % of the total share capital of the company)	11.84	10.44	7.47	11.84	7.47	4.57
	b) Non - encumbered						
	- Number of shares	9,655,431	9,800,431	10,297,309	9,655,431	10,297,309	10,926,931
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	82.33	84.42	88.73	82.33	88.73	93.18
	- Percentage of shares (as a % of the total share capital of the company)	55.17	58.87	58.84	55.17	58.84	62.44
B		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. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 13th February, 2015. The above results have been reviewed by the Statutory Auditors of the Company.
2. 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.
3. Other expenses, includes foreign currency exchange loss (net) of Rs.86.01 lacs, Rs. 92.72 lacs, Rs. 175.12 lacs, Rs. 417.69 lacs and Rs. 290.72 lacs for the quarter ended 31st December, 2014, 30th September, 2014, nine months ended 31st December, 2014, 31st December, 2013 and year ended 31st March, 2014 respectively and other income includes foreign currency exchange gain (net) of Rs.133.35 lacs for the quarter ended 31st December, 2013.
4. 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 nine months ended 31st December, 2014 is higher by Rs. 58.02 lacs and Rs.180.10 lacs respectively and profit before tax for the quarter and nine months ended 31st December, 2014 is lower to the said extent. Further, based on the transitional provisions 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'.
5. 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: 13th February, 2015

