

# VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

website: [www.visasteel.com](http://www.visasteel.com)

Email ID for registering Investor Grievances: [investors@visasteel.com](mailto:investors@visasteel.com)

Statement of Consolidated Audited Financial Results for the Year Ended on 31 March 2017

Part-I

Sl. No.	Particulars	(Rs. In Lakhs except EPS)	
		Year Ended	
		31 March 2017	31 March 2016
		Audited	Audited
I	Revenue from operations	166,969.61	139,030.01
II	Other Income	1,993.19	2,000.62
III	<b>Total Income [I+II]</b>	<b>168,962.80</b>	<b>141,030.63</b>
IV	<b>Expenses</b>		
(a)	Cost of materials consumed	103,830.25	99,675.34
(b)	Purchases of stock-in-trade	6,194.00	2,233.65
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4,314.57)	(1,814.31)
(d)	Excise duty	11,067.81	8,713.93
(e)	Employee benefits expense	7,325.95	6,697.06
(f)	Finance costs	4,657.82	48,483.81
(g)	Depreciation and amortisation expense	14,693.60	14,560.64
(h)	Other expenses	37,283.01	25,672.15
	<b>Total expenses</b>	<b>180,737.87</b>	<b>204,222.27</b>
V	<b>Profit / (Loss) before exceptional items and share of net profit of investment accounted using equity method of tax (III-IV)</b>	<b>(11,775.07)</b>	<b>(63,191.64)</b>
VI	Share of net profit of Investments accounted using Equity Method and tax	1.07	0.82
VII	<b>Profit / (Loss) before exceptional items and tax (V+VI)</b>	<b>(11,774.00)</b>	<b>(63,190.82)</b>
VIII	Exceptional Items	-	-
IX	<b>Profit / (Loss) before tax (VII-VIII)</b>	<b>(11,774.00)</b>	<b>(63,190.82)</b>
X	Tax expense		2,747.00
XI	<b>Net Profit / (Loss) for the period (IX-X)</b>	<b>(11,774.00)</b>	<b>(65,937.82)</b>
XII	Other Comprehensive Income, Net of Income Tax		
	A. Items that will not be reclassified to Profit and Loss	(28.88)	21.13
	B. Items that will be reclassified to Profit and Loss	-	-
XIII	<b>Total Comprehensive Income for the period (XI+XII)</b>	<b>(11,802.88)</b>	<b>(65,916.69)</b>
XIV	<b>Total Profit/(loss) for the year attributable to</b>		
	Owners of the Company	(11,945.19)	(63,410.50)
	Non Controlling Interest	171.19	(2,527.32)
XV	<b>Other comprehensive income</b>		
	Owners of the Company	(26.14)	17.05
	Non Controlling Interest	(2.74)	4.08
XVI	<b>Total Comprehensive Income/(loss) for the year attributable to</b>		
	Owners of the Company	(11,971.33)	(63,393.46)
	Non Controlling Interest	168.45	(2,523.23)
XVII	Paid-up equity share capital (face value of Rs.10/- each)	11,000.00	11,000.00
XVIII	<b>Earnings Per Share</b>		
	(of Rs.10/-each)		
(a)	Basic	(10.70)	(59.94)
(b)	Diluted	(10.70)	(59.94)



# VISA STEEL

## VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

website: [www.visasteel.com](http://www.visasteel.com)

Email ID for registering Investor Grievances: investors@visasteel.com

### Consolidated Segment Wise Revenue, Results, Assets and Liabilities. For the Year Ended 31 March 2017 (Refer Note 4 below)

(Rs. In Lakhs)

Sl. No.	Particulars	Year Ended	
		31 March	31 March
		2017	2016
		Audited	Audited
<b>1)</b>	<b>Segment Revenue</b>		
	a) Special Steel	81,201.06	57,012.14
	b) Ferro Alloys	70,678.91	52,570.71
	c) Coke	44,589.99	42,259.53
	<b>Total</b>	<b>196,469.96</b>	<b>151,842.38</b>
	Less: Inter-Segment Revenue	29,500.35	12,812.37
	<b>Net Sales / Income From Operations</b>	<b>166,969.61</b>	<b>139,030.01</b>
<b>2)</b>	<b>Segment Results</b>		
	Profit / (Loss) before tax and interest from Each segment		
	a) Special Steel	(11,200.69)	(10,141.05)
	b) Ferro Alloys	31,162.89	11,709.63
	c) Coke	(23,974.96)	(14,172.66)
	<b>Total</b>	<b>(4,012.76)</b>	<b>(12,604.08)</b>
	Less: i) Finance Cost	5,949.93	49,904.76
	ii) Other Un-allocable Expenditure (Net off Un-allocable Income)	1,811.31	681.98
	<b>Total Profit / (Loss) Before Tax</b>	<b>(11,774.00)</b>	<b>(63,190.82)</b>
<b>3)</b>	<b>Segment Assets</b>		
	a) Special Steel	216,041.67	217,575.74
	b) Ferro Alloys	81,258.11	82,943.77
	c) Coke	26,127.64	21,449.70
	d) Unallocated	54,742.08	57,325.93
	<b>Total Assets</b>	<b>378,169.50</b>	<b>379,295.14</b>
<b>4)</b>	<b>Segment Liabilities</b>		
	a) Special Steel	19,659.27	14,219.49
	b) Ferro Alloys	23,653.10	21,218.29
	c) Coke	15,150.27	11,397.53
	d) Unallocated	410,242.83	411,206.82
	<b>Total Liabilities</b>	<b>468,705.47</b>	<b>458,042.13</b>



# VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

website: [www.visasteel.com](http://www.visasteel.com)

Email ID for registering Investor Grievances: [investors@visasteel.com](mailto:investors@visasteel.com)

## Consolidated Statement of Assets and Liabilities

(Rs. In Lakhs)

Particulars	As at	As at
	31 March	31 March
	2017	2016
	Audited	Audited
<b>A ASSETS</b>		
<b>1) Non-Current Assets</b>		
(a) Property, plant And equipment	279,334.66	289,461.04
(b) Capital work-in-progress	30,590.99	34,981.85
(c) Other intangible assets	18.41	28.61
(d) Financial Assets		
i. Investments	102.88	101.82
iii. Loans	2,251.16	3,762.92
iv. Other Financial assets	62.81	63.77
(e) Deferred tax assets (net)		
(f) Other non-current assets	1,922.95	2,445.49
	<b>314,283.86</b>	<b>330,845.50</b>
<b>2) Current assets</b>		
(a) Inventories	30,966.24	18,992.18
(b) Financial assets		
i. Trade receivables	14,138.29	16,984.85
ii. Cash and cash equivalents	1,548.24	361.64
iii. Bank balances other than (ii) above	2,656.51	2,183.96
iv. Loans	528.14	2.00
v. Other financial assets	203.15	300.43
(c) Current tax assets (net)	1,062.51	1,062.01
(d) Other current assets	12,782.56	8,562.57
	<b>63,885.64</b>	<b>48,449.64</b>
<b>TOTAL ASSETS</b>	<b>378,169.50</b>	<b>379,295.14</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1) Equity</b>		
(a) Equity share capital	11,000.00	11,000.00
(b) Other Equity	(109,497.18)	(97,536.94)
(c) Non-controlling interest	7,961.12	7,790.02
	<b>(90,536.06)</b>	<b>(78,746.92)</b>
<b>2) Non-current liabilities</b>		
(a) Financial liabilities		
i. Borrowings	197,494.55	235,570.68
ii. Other financial liabilities	(223.11)	0.00
(b) Other Non Current Liabilities	229.30	
(b) Provisions	183.17	156.95
(c) Deferred tax liabilities (Net)	10.84	10.91
	<b>197,694.75</b>	<b>235,738.54</b>
<b>3) Current liabilities</b>		
(a) Financial liabilities		
i. Borrowings	101,251.86	95,718.65
ii. Trade payables	25,098.79	22,223.73
iii. Other financial liabilities	138,307.79	101,370.66
(b) Other current liabilities	6,082.48	2,803.02
(c) Provisions	269.65	187.50
(d) Current Tax Liabilities	0.15	0.21
	<b>271,010.72</b>	<b>222,303.57</b>
<b>TOTAL-EQUITY AND LIABILITIES</b>	<b>378,169.50</b>	<b>379,295.14</b>



# VISA STEEL

VISA STEEL LIMITED

CIN: L51109OR1996PLC004601

Registered Office : 11 Ekamra Kanan, Nayapalli, Bhubaneswar 751 015, Odisha

Phone: (+91-674) 2552 479, Fax: (+91-674) 2554 661

Corporate Office: VISA House, 8/10 Alipore Road, Kolkata 700 027

Phone: (+91-33) 30119 000, Fax: (+91-33) 30119 002

website: [www.visasteel.com](http://www.visasteel.com)

Email ID for registering Investor Grievances: [investors@visasteel.com](mailto:investors@visasteel.com)

## Notes:

- 1 The above consolidated financial statements have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26 May 2017.
- 2 This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning 1 April 2016, VISA Steel Group has for the first time adopted Ind AS with a transition date of 1 April 2015. VISA Steel Group comprises the Parent Company i.e. VISA Steel Limited, its seven Subsidiaries (includes two step down subsidiaries) and one Joint Venture Company.
- 3 The format for Audited Results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated 30 November 2015 has been modified to comply with requirements of SEBI's circular dated 5 July 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to Companies that are required to comply with Ind AS.
- 4 VISA Steel Group has identified business segments namely "Special Steel", "Ferro Alloys" and "Coke" and has disclosed segment information accordingly
- 5 The Parent Company has incurred net loss during the quarter and year ended 31 March 2017 and the year-end current liabilities exceeded the current assets as on 31 March 2017 which has adversely impacted the net worth of the Parent Company. The Parent Company's financial performance has been adversely affected mainly due to non-availability of raw materials at viable prices, depressed market condition and other external factors beyond the Parent Company's control. With the improvement in raw material availability, likely improvement in market scenario and debt restructuring as may be agreed with lenders, it is expected that the overall financial health of the Company would improve considerably. Considering the above developments and favorable impact thereof on the Company's operations and financials, the Company has prepared the financial results on the basis of going concern assumption to which the Statutory Auditors have also drawn attention without qualifying their opinion in their audit report.
- 6 The majority of lenders of the Parent Company, and a lender of one of its subsidiary have stopped charging interest on debts, since the respective dues from the Parent Company and the subsidiary have been categorized as Non Performing Asset. The Parent Company is in active discussion/negotiation with the lenders to restructure its and its subsidiary's debts at a sustainable level including waiver of unpaid interest. In view of the above, pending finalization of the restructuring plan, the Parent Company and its subsidiary have stopped providing accrued and unpaid interest effective 1 April 2016 in its books. The amount of such accrued and unpaid interest not provided stands at Rs. 46, 933.20 Lakhs for the year ended 31 March 2017 and accordingly the same has not been considered for compilation of results for the year ended 31 March 2017. The Statutory Auditors have qualified their audit report in respect of this matter.

A blue circular stamp with the text "VISA STEEL LIMITED" around the perimeter and a star in the center. To the right of the stamp is a handwritten signature in black ink.

7 The reconciliation of Net Loss reported in accordance with Indian GAAP to Total Comprehensive Income in accordance with Ind AS is given below:

Particulars	Year ended 31 March 2016 (Rs. in Lakhs) (Audited)
<b>Net profit/(loss) after tax reported under previous GAAP (Indian GAAP)</b>	<b>(64,142.87)</b>
<b>Add/(Less): Adjustment on account of :</b>	
i. Fair Valuation of derivative financial instruments	(0.40)
ii. Application of effective interest method on borrowing cost	(654.68)
iii. Actuarial gain on defined benefit plans considered under Other Comprehensive Income	(21.18)
iv. Recognition of interest income on non-current financial asset at amortized cost	150.25
v. Recognition of interest expenses on non-current financial liabilities at amortized cost	(229.92)
vi. Amortization of deferred rent expenses	(161.09)
vii. Recognition of deferred rent income	500.33
viii. Depreciation on capitalization of spares	(5.29)
ix. Provision as per ECL model	(862.51)
x. Impact of embedded lease	(510.74)
<b>Net profit/(loss) as per Ind AS</b>	<b>(65,937.82)</b>
<b>Other Comprehensive Income</b>	<b>21.13</b>
<b>Total Comprehensive Income for the period</b>	<b>(65,916.69)</b>

8 The reconciliation of Total Equity reported in accordance with Indian GAAP to Ind AS is given below:

Particulars	As on 31 March 2016 (Rs. in Lakhs)
<b>Equity under previous GAAP (Indian GAAP)</b>	<b>(74,663.30)</b>
<b>Add/(Less): Adjustment on account of :</b>	
i. Fair Valuation of derivative financial instruments	(10.73)
ii. Application of effective interest method on borrowing cost	(2,521.94)
iii. Fair valuation considered as deemed cost of Investment	(42,968.30)
iv. Fair valuation for security deposit	(178.00)
v. Recognition of interest income on non-current financial asset at amortized cost	435.37
vi. Recognition of interest expenses on non-current financial liabilities at amortized cost	(284.30)
vii. Amortization of deferred rent expenses	(391.02)
viii. Recognition of deferred rent income	229.93
ix. Depreciation on capitalization of spares	(5.29)
x. Provision as per ECL model	(1,576.71)
xi. Impact of embedded lease	(17.60)
x. Fair value of investment	138.99
xi. Reversal of impact of joint venture	42,968.30
xii. Income under equity method	97.69
<b>Total adjustments</b>	<b>(4,083.61)</b>
<b>Equity under Ind AS</b>	<b>(78,746.92)</b>

Date: 26 May 2017  
Place: Kolkata



By Order of the Board  
For VISA Steel Limited  
*[Signature]*  
Vishal Agarwal  
Vice Chairman and Managing Director

Vice Chairman and Managing Director