



JAI BALAJI INDUSTRIES LIMITED

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

(₹ in lacs)

Sl. No.	Particulars	Quarter Ended			Nine months Ended		Year ended Audited 31.03.2018
		31.12.2018 (Unaudited)	30.09.2018 (Unaudited)	31.12.2017 (Unaudited)	31.12.2018 (Unaudited)	31.12.2017 (Unaudited)	
1	Income from Operations						
	a) Revenue from Operations	77,377.81	73,052.21	57,908.09	2,26,562.62	1,63,612.78	2,42,505.87
	b) Other Income	2,021.28	844.15	777.87	2,905.00	1,095.90	1,792.51
	Total Income from Operation (1a to 1b)	79,399.09	73,896.36	58,685.96	2,29,467.62	1,64,708.68	2,44,298.38
2	Expenses :						
	a) Cost of materials consumed	60,573.83	58,114.34	46,933.97	1,73,554.60	1,20,358.70	1,85,549.73
	b) Purchases of stock-in-trade	-	184.98	396.98	3,224.33	1,105.90	2,755.70
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(341.24)	(47.51)	89.54	48.79	3,591.50	2,391.51
	d) Employee benefits expense	2,011.62	2,060.08	1,768.43	6,041.17	4,996.04	6,890.71
	e) Excise duty	-	-	-	-	3,572.58	3,572.58
	f) Finance Cost	935.40	1,038.61	1,166.72	3,006.22	2,761.48	3,391.40
	g) Depreciation and amortisation expense	2,536.01	2,576.63	2,696.09	7,681.84	8,110.66	10,735.98
	h) Other Expenses	13,645.06	14,076.86	12,478.26	43,516.56	35,019.55	50,703.02
	Total expenses (2a to 2h)	79,360.68	78,003.99	65,529.99	2,37,073.51	1,79,516.41	2,65,990.63
3	Profit / (Loss) before exceptional items and Tax(1-2)	38.41	(4,107.63)	(6,844.03)	(7,605.89)	(14,807.73)	(21,692.25)
4	Exceptional Item	-	-	-	-	-	3,973.81
5	Profit/ (Loss) before tax (3-4)	38.41	(4,107.63)	(6,844.03)	(7,605.89)	(14,807.73)	(25,666.06)
6	Tax Expense						
	- Current tax	-	-	-	-	-	-
	- Deferred tax charge / (credit)	-	-	-	-	-	-
	Total	38.41	(4,107.63)	(6,844.03)	(7,605.89)	(14,807.73)	(25,666.06)
7	Net Profit/ (Loss) after tax (5-6)	38.41	(4,107.63)	(6,844.03)	(7,605.89)	(14,807.73)	(25,666.06)
8	Other comprehensive income	-	-	-	-	-	405.79
9	Total Comprehensive Income (7+8)	38.41	(4,107.63)	(6,844.03)	(7,605.89)	(14,807.73)	(25,260.27)
10	Paid-up Equity Share Capital (Equity Share of ₹10/- each)	9,638.26	9,638.26	9,638.26	9,638.26	9,638.26	9,638.26
11	Other equity	-	-	-	-	-	(1,52,300.12)
12	Earnings per Equity Share						
	-Basic (not annualised) (₹)	0.04	(4.26)	(7.41)	(7.89)	(16.02)	(27.48)
	-Diluted (not annualised) (₹)	0.04	(4.26)	(7.41)	(7.89)	(16.02)	(27.48)

Notes:

- The above results have been reviewed by the Audit Committee and subsequently approved and taken on record by the Board of Directors of the Company at the meetings held on 8th February 2019. The Limited Review of these results as required under Regulation 33 of the SEBI(Listing Obligation and Disclosure Requirements) Regulations, 2015, have been carried out by the Statutory Auditors of the company.
- In compliance with Ind AS-18, and SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, the reported revenue for the nine month ended December 31, 2017 is inclusive of Excise Duty. Goods and Services Tax(GST) is made applicable w.e.f. 1st July, 2017 and as per Ind AS-18, revenue for the period thereafter is net of GST. Hence revenue from operation for the nine months ended 31st December, 2018 is not comparable with corresponding nine month ended 31st December, 2017.
- During the quarter ended December 2018, the company has not provided for interest amounting to ₹11,968.11 lacs, (₹11,210.20 lacs) and nine months ended amounting to ₹ 35,129.81 lacs (₹32,690.72 lacs) on various credit facilities/loans from Banks / FIs, of the accounts which have been classified as Non-Performing Assets. The accumulated interest not provided till December 31, 2018 is estimated to at ₹ 118,418.62 lacs. The Statutory Auditors have qualified their Review Report in respect of the said matter.
- Other income includes write back of Sundry Creditors of ₹ 1,919.98 lacs for the quarter and nine months ended Dec'2018.
- The Company has incurred net loss during the nine months ended December 31, 2018. This has impacted the net worth of the company. However, the management is hopeful that the improvement in market scenario will help in improving the financial health of the company. The financial results for the quarter and nine months ended December 31, 2018 have been prepared by the management on a going concern basis as the company is continuing its normal manufacturing operations.
- The company is in the business of manufacturing steel products and hence has only one reportable operating segment as per Ind AS 108- Operating Segments.
- Figures for the previous period/year have been re-grouped/re-arranged wherever necessary to make them comparable.

Regd. Office : 5, Bentinck Street, 1st Floor, Kolkata - 700 019

Phone : +91-33-2248 9808, 2248 8173, Fax : +91-33-2243 0871/2243 893/2242 6265

E-mail : info@jaibalajigroup.com, Website : www.jaibalajigroup.com

CIN - L27102WB1999P018955

Place: Kolkata

Date : 8th February, 2019

Sanjiv Jajodia
Wholtime Director
DIN: 00036339



S K AGRAWAL & CO

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902/9903/9904

FAX : 033-40089905, Website : www.skagrwal.co.in

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

**TO THE BOARD OF DIRECTORS OF
JAI BALAJI INDUSTRIES LIMITED**

We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **JAI BALAJI INDUSTRIES LIMITED** ('the Company'), 5 Bentinck Street, Kolkata- 700001 for the quarter ended 31st December, 2018 and the year-to-date results for the period April 01, 2018 to December 31, 2018 together with the notes thereon ('the Statement') attached herewith. This statement is being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 and has been initialled by us for identification purpose.

The preparation of the Statement in accordance with the recognition and measurement principals laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India 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.

We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" specified under section 143(10) of the Companies Act, 2013. 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 of Qualified Conclusion

We draw attention to Note 3 (Three) of the accompanying statement, with regard to non-recognition of interest expense on borrowings of the Company. During the quarter & for the period April 01, 2018 to December 31, 2018, the company has not provided for interest amounting to Rs. 11,968.11 lacs and Rs. 35,129.81 lacs respectively which is not in accordance with the requirement of Ind AS 23: 'Borrowing Cost' read with Ind AS 109: 'Financial Instruments'. Due to this loss for the quarter & for the period April 01, 2018 to December 31, 2018 has been understated by Rs. 11,968.11 lacs and Rs. 35,129.81 lacs respectively. Therefore, the net loss after tax would have been Rs. 11,929.7 lacs for the quarter & Rs. 42,735.7 lacs for the period April 01, 2018 to December 31, 2018. The accumulated interest not provided till December 31, 2018 stands at Rs. 118,418.62 lacs.

Qualified Conclusion

Based on our review conducted as above, except for the matter described in the Basis of Qualified paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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) Regulation, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.





S K AGRAWAL & CO

Chartered Accountants

Firm Registration No. 306033E

SUITE NOS : 606-608

THE CHAMBERS, OPP. GITANJALI STADIUM

1865, RAJDANGA MAIN ROAD, KASBA

KOLKATA - 700 107

PHONE : 033-4008 9902 / 9903 / 9904

FAX : 033-40089905, Website : www.skagrawal.co.in

Emphasis of Matter

- i. We draw attention to Note 5 (Five) of the Unaudited Financial Results regarding the preparation of the Statement on going concern basis. The Company has accumulated losses and has also incurred losses for the period April 01, 2018 to December 31, 2018. As a result, the Company's net worth has completely been eroded. These conditions indicate the existence of material uncertainty that may cast significant doubt about the company's ability to continue as a going concern.

Our report is not modified in respect of the above matter stated.

Place: Kolkata
Dated: 08th Feb 2019.



For S.K. AGRAWAL & CO.
Chartered Accountants
Firm Registration No:-306033E

J.K. Choudhury
(Partner)

Membership No.009367