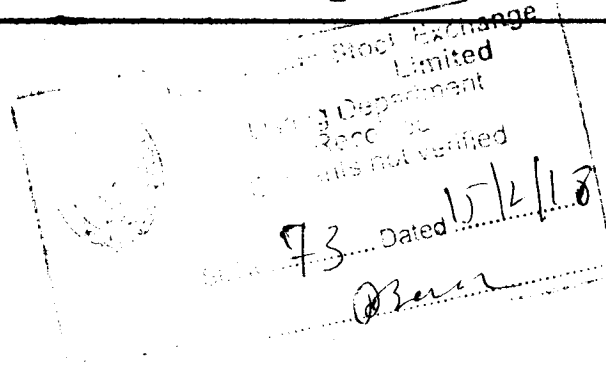




# Mangal Steel Enterprises Ltd.

Date : 14.02.2018

The Secretary,  
Calcutta Stock Exchange Ltd,  
7, Lyons Range,  
Kolkata – 700 001



**Sub: Un-audited financial Results and Limited Review Report for the third Quarter ended 31<sup>st</sup> December, 2017**

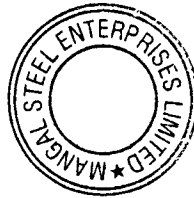
Pursuant to clause 41 of the Listing Agreement we are enclosing the following :

1. The Un-audited Financial Results for the third quarter ended 31<sup>st</sup> December, 2017, which have been reviewed by the Audit committee and subsequently approved and taken on record by the Board of Directors of the company at their respective meetings held today i.e., 14<sup>th</sup> February, 2018.
2. The limited Review Report for the third quarter ended 31<sup>st</sup> December, 2017, issued by M/S AGRAWAL SUBODH & CO., Statutory Auditors of the company.

This is for your information and record.

Thanking You,

Yours Truly,



For Mangal Steel Enterprises Limited

R. K. Sharma

**Compliance Officer**



**Agrawal Subodh & Co.**

Chartered Accountants

301, Victory House, 3rd Floor  
1, Ganesh Chandra Avenue, Kolkata - 700 013  
Phone : 2225-9430/31/32 • Fax : 2225 9431  
E-mail : subodhka@yahoo.com

**REPORT ON LIMITED REVIEW**

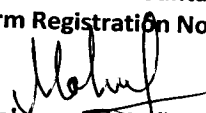
We have reviewed the accompanying statement of unaudited financial results of **M/s. Mangal Steel Enterprises Ltd** ("the Company"), for the Quarter and nine months ended **31<sup>st</sup> December, 2017**, being submitted by the Company pursuant to requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with 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 has been approved by the Board of Directors which has been prepared in accordance with the recognition and measurement principles led down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements on our review.

We conducted our review in accordance with 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 financial statements are free of material misstatement. A review is limited primarily to inquire 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, nothing has come to our notice, that causes us to believe that the accompanying statement of an un-audited financial results prepared in accordance with Indian Accounting Standards as specified under 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016, including the matter in which it is to be disclosed, or that it contains any material misstatement.

For, Agrawal Subodh & Co.  
Chartered Accountants  
Firm Registration No. 319260E

  
Mohammad Kothawala  
Partner  
Membership no.309995

Place : Kolkata  
Dated : 14th February, 2018.

**MANGAL STEEL ENTERPRISES LIMITED**

Registered Office : 248, G.T.ROAD, NORTH, SALKIA, HOWRAH-711106, Phone: (033)2655-8331, Fax : (033)2655-0468

CIN : L27109WB1981PLCO33969

EMAIL : accounts@steelmangal.com, WEBSITE : www.steelmangal.com

**Statement of Unaudited Standalone Financial Results for the Quarter and nine months ended 31/12/2017**

(Rs. In Lakh)

PART-1		3 months ended	Previous 3 months ended	Corresponding 3 months ended	Nine month ended	Corresponding Nine month ended
Sl. No.	Particulars	31/12/2017	30/09/2017	31/12/2016	31/12/2017	31/12/2016
				in the previous year		in the previous year
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from operations	2,604.35	1,904.89	1,655.65	6,732.93	5,826.35
2	Other income	10.78	47.59	16.53	72.50	118.20
	<b>Total income</b>	<b>2,615.13</b>	<b>1,952.48</b>	<b>1,672.18</b>	<b>6,805.43</b>	<b>5,944.55</b>
3	<b>Expenses</b>					
	a) Cost of materials consumed	1,305.44	1,222.18	990.37	3,961.06	3,289.90
	b) Purchase of Trading goods	576.69	-	-	576.69	807.12
	b) G.S.T. on sale of goods	28.89	-	-	198.04	-
	c) Changes in inventories of finished goods and work-in-progress	(96.51)	28.99	121.09	(148.32)	(157.84)
	d) Employee benefits expense	48.28	44.55	42.64	137.94	130.44
	e) Finance costs	18.09	22.17	28.39	70.81	94.23
	f) Depreciation and amortisation expense	20.89	17.58	22.67	57.07	63.18
	g) Other expenses	458.06	435.71	413.44	1,391.98	1,311.89
	<b>Total expenses</b>	<b>2,359.83</b>	<b>1,771.18</b>	<b>1,618.60</b>	<b>6,245.28</b>	<b>5,538.92</b>
4	<b>Profit/(loss) before exceptional items and tax (1+2-3)</b>	<b>255.30</b>	<b>181.30</b>	<b>53.58</b>	<b>560.15</b>	<b>405.63</b>
5	Exceptional items	-	-	-	-	-
6	<b>Profit/(loss) before tax (4-5)</b>	<b>255.30</b>	<b>181.30</b>	<b>53.58</b>	<b>560.15</b>	<b>405.63</b>
7	<b>Tax expense</b>					
	Current Tax	86.78	46.46	24.30	176.01	115.65
	Deferred Tax	(1.34)	2.39	-	(4.80)	-
8	<b>Profit/(loss) for the year (6-7)</b>	<b>169.86</b>	<b>132.45</b>	<b>29.28</b>	<b>388.94</b>	<b>289.98</b>
9	<b>Other Comprehensive Income (net of tax)</b>	<b>(0.74)</b>	<b>(0.74)</b>	<b>(0.72)</b>	<b>(2.22)</b>	<b>(2.16)</b>
10	<b>Total Comprehensive Income for the year (8 + 9)</b>	<b>169.12</b>	<b>131.71</b>	<b>28.56</b>	<b>386.72</b>	<b>287.82</b>
11	<b>Paid-up Equity share capital</b>	<b>49.50</b>	<b>49.50</b>	<b>49.50</b>	<b>49.50</b>	<b>49.50</b>
	(Face value of Rs.10/- each)					
12	Reserves excluding Revaluation Reserve as per Balance sheet of previous accounting year					
13	<b>Earnings per share (Before &amp; after extraordinary Items)</b> (of Rs.10/-each) (not annualised for quarterly figures):					
	a) Basic (Rs.)	34.17	26.61	5.77	78.12	58.15
	b) Diluted (Rs.)	34.17	26.61	5.77	78.12	58.15
	See accompanying notes to the financial results					

**Segment wise Revenue, Results , Assets and Liabilities**

SL NO.	PARTICULARS	THREE MONTHS ENDED			NINE MONTHS ENDED	
		31/12/2017	30/09/2017	31/12/2016	31/12/2017	31/12/2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	<b>Segment Revenue (Net sales / Income from Operations)</b>					
	a) Light Engineering Goods	2,589.75	1,904.89	1,703.09	6,718.33	5,905.46
	b) Real Estate Development	14.60	-	-	14.60	-
	Total segment Revenue	2,604.35	1,904.89	1,703.09	6,732.93	5,905.46
	Less : Inter-Segment Revenue	-	-	-	-	-
	<b>Net sales/ Income from Operations</b>	<b>2604.35</b>	<b>1904.89</b>	<b>1,703.09</b>	<b>6732.93</b>	<b>5905.46</b>
2	<b>Segment Result Profit/(Loss)before Tax &amp; Interest from each segment</b>					
	a) Light Engineering Goods	282.47	251.06	81.97	701.74	452.27
	b) Real Estate Development	1.70	-	-	1.70	-
	<b>Total</b>	<b>284.17</b>	<b>251.06</b>	<b>81.97</b>	<b>703.44</b>	<b>452.27</b>
	Less					
	(i) Interest	18.09	22.17	28.39	70.81	94.23
	(ii) Other Un-allocable expenditure net off Un-allocable income	(10.78)	(47.59)	-	(72.48)	(47.59)
	<b>Total Profit / (Loss) Before Tax</b>	<b>255.30</b>	<b>181.30</b>	<b>53.58</b>	<b>560.15</b>	<b>405.63</b>
3	<b>Segment Assets :</b>					
	a) Light Engineering Goods	6,734.80	6,262.36	6,222.14	6,734.80	6,222.14
	b) Real Estate Development	374.01	387.91	430.15	374.01	430.15
	c) Others	864.31	988.24	812.98	864.31	812.98
	<b>Total Segment Assets</b>	<b>7973.12</b>	<b>7,638.51</b>	<b>7,465.27</b>	<b>7973.12</b>	<b>7,465.27</b>
4	<b>Segment Liabilities :</b>					
	a) Light Engineering Goods	2,280.76	2,017.42	2,203.51	2,280.76	2,203.51
	b) Real Estate Development	23.50	32.75	82.06	23.50	82.06
	<b>Total Segment Liabilities</b>	<b>2,304.26</b>	<b>2050.17</b>	<b>2285.57</b>	<b>2,304.26</b>	<b>2285.57</b>

**Notes:-**

- 1) The above unaudited standalone financial results were reviewed by the Audit Committee and thereafter the Board of directors has approved the above results at their respective meetings held on 14th February, 2018
- 2) The company has adopted, Indian Accounting Standards prescribed under section 133 of The Companies Act 2013 (Ind AS) from 1st April, 2017 and accordingly these financial results and all the period presented have been prepared in accordance with recognition and measurement principles laid down in Ind AS 34- Interim Financial Reporting read with relevant rules issued thereunder and the other accounting principles generally accepted in India and discloses the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (LODR) regulation 2015 and amendment thereon. The transition balance sheet as at 1st April, 2016 and the results for the subsequent periods would be finalised and will be subject to audit at the time of annual financial statements for the year ended 31st March, 2018.  
  
These financial results have been prepared in accordance with the recognition and measurement principles stipulated under Ind AS 34 -Interim Financial Reporting and other accounting principles generally accepted in India.  
  
The Statutory Auditors have carried out "Limited Review" of the aforesaid financial results for all the periods presented.
- 3) The format for unaudited quarterly results as prescribed vide SEBI circular CIR/CFD/CMD/15/2015 dated 30th November, 2015 has been modified to comply with the requirements of SEBI circular dated 5th July, 2016 and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- 4) Results for the year ended 31st March, 2017 under Ind-AS has not been given as the Company has availed the exemption provided by SEBI Circular dated 5th July, 2016.
- 5a) Reconciliation of standalone financial results as previously reported (referred to as "Previous GAAP") and Ind AS for 9 months ended presented are as under:


(Rs. in Lakh)

Particulars	Quarter ended	Nine months ended
	31st December, 2016	31st December, 2016
<b>Net Profit /(Loss) as per Previous GAAP (after tax)</b>	59.47	248.73
Add/(Less) - Effect of transition to Ind AS		
(i) Reclassification of actuarial gain/(loss) arising in respect of employee benefits scheme to other comprehensive income (net of tax)	0.72	2.16
(ii) Net gain on recognition of fair value of investments	(30.91)	39.09
<b>Net impact of Ind AS adjustments</b>	(30.19)	41.25
<b>Net Profit /(Loss) as reported under Ind AS</b>	29.28	289.98
Other Comprehensive Income (net of tax)	(0.72)	(2.16)
<b>Total Comprehensive Income as reported under Ind AS</b>	28.56	287.82

- b) Under the previous GAAP, non-current /long term investments were carried at cost less provision for diminution recorded to recognise any decline, other than temporary, in the carrying value of each investment . Under Ind AS, the Company has the option to designate such investments either as Fair value through other comprehensive income (FVTOCI) or Fair value
- c) Under Previous GAAP, actuarial gains and losses were recognised in the Statement of Profit and Loss. Under Ind AS, the actuarial gains and losses forming part of re- measurement of the net defined benefit liability/asset is recognised in Other Comprehensive Income (net of tax).
- 6) Goods and Service Tax (GST) has been implemented with effect from 1st July 2017 and therefore revenue from operation for the quarter ended 31st December, 2017 are net of GST. Revenue from operations and expenses for the previous periods being inclusive of excise duty are not comparable with corresponding figures of quarter and half year ended 31st December, 2017.
- 7) The figures of previous periods have been regrouped / reclassified wherever necessary to make them comparable with those of the current period.

For and on behalf of the Board of Directors of  
**MANGAL STEEL ENTERPRISES LIMITED**

Place of Signature : Kolkata  
Dated: 14.02.2018

  
(B.N. GARODIA)  
Managing Director  
DIN NO 00309815

