

**BSE LTD**  
**ACKNOWLEDGEMENT**

Acknowledgement No	: 1111201904025633	Date & Time : 11/11/2019 04:02:56 PM
Scrip Code	: 531144	
Entity Name	: EL FORGE LIMITED	
Compliance Type	: Regulation 33 - Financial Results	
Quarter / Period	: 30/09/2019	
Mode	: E-Filing	



## **EL FORGE LIMITED**

Regd.Off : No.1A, Sriperumbudur High Road (Via) Singaperumal Koil Appur Village,  
Kattangulathur Onrium, Kancheepuram District 603204 Phone: (044) 47112500 Fax: (044) 47112523  
Corporate Off : No.21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai 600018  
Ph (044) 24334010 E-Mail: [edf@elforge.com](mailto:edf@elforge.com) Web Site : <http://www.elforge.com>  
CIN : L34103TN1934PLC000669

Ref : EFL/BSE/1211/19

11<sup>th</sup> November, 2019

The DCS-CRD  
Bombay Stock Exchange Ltd  
Phiroze Jee Jee Bhoy Towers  
Dalal Street  
Mumbai 400 001

Dear Sir,

**Sub : Outcome of Board Meeting**  
**Ref : Our Company Code No.531144**

Pursuant to Regulation 33 & 47 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation 2015, please find enclosed herewith

1. Copy of Standalone Financial Results of the Company for the Quarter Ended 30th September, 2019, duly approved and taken on record by the Board of Directors at their meeting held today ie. 11<sup>th</sup> November, 2019 along with Extract of Results to be published in newspaper.
2. Copy of Limited Review Report on the aforesaid Results form the Auditors of the Company placed before the Board of Directors of the Company at their meeting held today.
- 3 The Board recorded that the slump sale resolution passed in favour of Forge Point Ltd, has not been completed till date ie.even after a lapse of 18 months. Therefore the resolution lapses and a slump sale would be based only on a fresh resolution to be passed when need arises.

Time of Commencement of the Board Meeting : 12.00 Noon

Time of Conclusion of the Board Meeting : 2.30 PM

Kindly acknowledge receipt.  
Thanking you,

Yours Faithfully  
**For EL FORGE LIMITED**

**COMPANY SECRETARY**



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS.**

To

The Board of Directors  
EL Forge Limited  
No 1A, Sriperumbudur High Road,  
Kattangulathur Onrium,  
Kancheepuram District - 603 204

1. We have reviewed the unaudited financial results of EL Forge Limited (the "Company") for the Quarter and Half Year ended September 30, 2019 which are included in the accompanying 'Statement of Unaudited Financial Results for the Quarter and Half year ended 30<sup>th</sup> September 30, 2019'. The Statement has been prepared by the Company's management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The Statement is the responsibility of the Company's management and has been approved by its board of directors. This Statement has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under Section 133 of the companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

Our responsibility is to issue a report on the Statement based on our review.

3. 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 Statement is free of material misstatement.
4. 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.
5. We draw attention to the following matters:
  - i. Non provision of loss or gains on account of Actuarial Valuation, as required by the Indian Accounting Standards, namely, Employees Benefit, as per Ind AS 19 due to non payment of contribution to Employees Gratuity Plan agreed upon with Life Insurance Corporation of India.
  - ii. Penalty and interest due to statutory authorities, as ascertained by the management, has been provided fully. Any difference between the amount provided and amount demanded by the statutory authorities shall be accounted in the year of request of demand.





- iii. The deferred interest has not been charged to the aforesaid financial results.
  - iv. The amounts due to a few Creditors, who had filed cases against the Company, before The National Company Law Tribunal, under the Companies Act, 2013 for recovery of their dues, have been settled with them based on the written memorandum of understanding executed with them by the company and subjected to fulfilment of terms and conditions, contained there in.
  - v. The Company has paid all the fixed deposits which have matured and claimed; but the Company has not paid the Fixed Deposits matured but not claimed. The amount of such deposits works out to Rs. 82.95 Lakh as at September 30, 2019, since the amount is due for payment, the same has been included and/or shown under the grouping current liabilities.
  - vi. Shakespeare Forgings Ltd (SFL), a Company incorporated in United Kingdom (UK) was a wholly owned subsidiary (WOS) of the Company. During the Financial year 2014-15, the UK based wholly owned subsidiary (WOS) of the Company has ceased to be 100% foreign subsidiary (with effect from February 2015) and has become as Associate Company (in UK) concern with the meaning of the Companies Act, 2013. However, consolidation of the Financial Statements (Financial Results) has not been prepared, since the Company does not, in the opinion of the management, have any significant control over the affairs and operations of SFL. Accordingly, the loss or profit relating to the aforesaid SFL was not accounted in the books of the Company. The diminution, if any, in value of investment is also not provided in the books of accounts.
6. Subject to observations made in the aforesaid paragraph and based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **L Mukundan and Associates**  
Chartered Accountants  
Firm Registration No: 0102835

L Mukundan  
Partner  
M No. 204372  
UDIN : 19204372AAAAIN2941

Place: Chennai  
Date : 11<sup>th</sup> November 2019

EL FORGE LIMITED

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Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2019

(Prepared in Compliance with Indian Accounting Standards - IND AS)



Particulars	Quarter ended			Six months ended		Previous Year ended March 31, 2019 (Audited)
	September 30, 2019 Unaudited	June 30, 2019 Unaudited	September 30, 2018 Unaudited	September 30, 2019 Unaudited	September 30, 2018 Unaudited	
Particulars	----- Rs. In Lakh -----					
Income						
Revenue from operations	870.84	1,240.30	1,313.56	2,111.14	2,525.29	4,976.56
Other income	1.47	1.81	0.86	3.28	1.42	8.19
Total Income	872.31	1,242.11	1,314.42	2,114.42	2,526.71	4,984.75
Expenses						
Cost of materials and services consumed	456.87	699.72	742.98	1,156.59	1,368.47	3,000.00
Changes in inventories of finished goods, stock-in-trade and work-in-progress	35.59	45.75	11.82	81.34	106.08	-24.09
	492.46	745.47	754.80	1,237.93	1,474.55	2,975.91
Employee benefits expense	187.81	196.93	205.16	384.74	410.17	787.95
Finance costs	5.73	5.06	13.60	10.79	33.68	61.49
Depreciation and amortisation expense	164.47	164.47	170.95	328.94	341.91	661.13
Other expenses	242.65	286.77	332.90	529.42	600.04	1,134.43
Total Expenses	1,093.12	1,398.70	1,477.41	2,491.82	2,860.35	5,620.90
Profit/ (Loss) before exchange gain/ (loss) on swap contracts, exceptional items and tax	(220.81)	(156.59)	(162.99)	(377.39)	(333.64)	(636.15)
Exchange gain/ (loss) on swap contracts	-	-	-	-	-	-
Profit/ (Loss) before exceptional items and tax	(220.81)	(156.59)	(162.99)	(377.39)	(333.64)	(636.15)
Exceptional Items	1.14	-	-	1.14	-	(2,962.12)
Profit/ (Loss) before extraordinary items and tax	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97
Extraordinary Items	-	-	-	-	-	-
Profit/ (Loss) before tax	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97
Tax expense:						
(a) Current tax expense	-	-	-	-	-	-
(b) (Less): MAT credit	-	-	-	-	-	-
(c) Short / (Excess) provision for tax relating to prior years	-	-	-	-	-	-
(d) Net current tax expense	-	-	-	-	-	-
(e) Deferred Tax	-	-	-	-	-	-
Tax expense	-	-	-	-	-	-
Profit for the year from continuing operations	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97
Profit from discontinued operations						
Tax Expense of discontinued operations						
Profit for the year from discontinued operations						
Net profit/(Loss) for the period	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97



<b>Other Comprehensive Income</b>						
A (i) Items that will not be reclassified to Profit or Loss						
Remeasurement of Defined Benefit Plans	-	-	-	-	-	-
Tax on the same	-	-	-	-	-	-
(ii) Income tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-	-	-
<b>Total Other Comprehensive Income</b>	-	-	-	-	-	-
<b>Total Comprehensive Income</b>	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97
Paid of equity share capital ( Face Value of the share of Rs.10/- each)-Absolute value	2,03,24,304	2,03,24,304	2,03,24,304	2,03,24,304	2,03,24,304	2,03,24,304
Earning Per Share (Rs.) - Basic and Diluted [Net Profit/(loss) for the period after tax/Weighted average number of equity shares]	(1.09)	(0.77)	(0.80)	(1.86)	(1.64)	11.44
	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Annualised]

**Notes:**

1. The above unaudited standalone financial results for the quarter & Half year ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 11, 2019.
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.
3. Previous period figures have been regrouped / reclassified, wherever necessary, to conform to the current period classification / presentation.
4. With effect from April 1, 2018 the Company adopted Ind AS 115 Revenue From Contracts with Customer". The effect on adoption of Ind AS 115 on the Financial results are insignificant.
5. Number of complaints from share holders received during the quarter Nil and disposed off during the quarter Nil .
6. Segment Wise Revenue, based on review of Chief Operating Decision Maker of the Companies review of operations internally.
7. The Company has two business segment (1) Manufacture and Sale of Steel forgings, (2) Land and Development described as "Other Operating Income". The Company has disclosed the same as per IND AS 108.

Particulars	Quarter ended			Six months ended		Previous Year ended March 31, 2019 (Audited)
	September 30, 2019 Unaudited	June 30, 2019 Unaudited	September 30, 2018 Unaudited	September 30, 2019 Unaudited	September 30, 2018 Unaudited	
	<----- Rs. Lakh ----->					
<b>Segment Revenue</b>						
Forgings	872.31	1,242.11	1,314.42	2,114.42	2,526.71	4,984.75
Land Income	-	-	-	-	-	-
<b>Total Revenue</b>	872.31	1,242.11	1,314.42	2,114.42	2,526.71	4,984.75
<b>Segment Results</b>						
Profit/(Loss) on forgings	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97
Land Income	-	-	-	-	-	-
<b>Net Profit / Loss</b>	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2,325.97

For and on behalf of the Board

*K.V. Ramachandran*

K.V.RAMACHANDRAN  
VICE CHAIRMAN AND MANAGING DIRECTOR  
DIN: 00322331

Place : Chennai

Date : November 11, 2019



# EL FORGE LIMITED

Reg. office: 1A, Sriperumbudur High Road (Via) Singaperumal Koil, Appur Village, Kattangulathur Onrium, kancheepuram 603204  
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Extract of unaudited Standalone Financial Results for the Quarter and Half year ended 30-09-2019

Sl. No.	Particulars	Quarter ended				Six months ended		Previous Year ended March 31, 2019 Audited
		September 30,2019 Unaudited	June 30,2019 Unaudited	September 30,2018 Unaudited	September 30, 2019 Unaudited	September 30, 2018 Unaudited	September 30, 2018 Unaudited	
		<----- Rs. in Lacs ----->						
1	Total Income from Operations (net)	872.31	1242.11	1314.42	2114.42	2526.71	4984.75	
2	Net Profit/(Loss) from ordinary activities after tax	(220.81)	(156.59)	(162.99)	(377.39)	(333.64)	(636.15)	
3	Net Profit/(Loss) for the period after tax (after extraordinary Items)	(221.95)	(156.59)	(162.99)	(378.53)	(333.64)	2325.97	
4	Paid Up Equity Share Capital ( Face Value of the share Rs.10/- each )	2032.43	2032.43	2032.43	2032.43	2032.43	2032.43	
5	Reserves excluding Revaluation Reserves as per balance sheet	(8915.64)	(8693.71)	(11196.70)	(8915.64)	(11196.70)	(8537.11)	
6	Earning per share in Rs. before extraordinary items (Not Annualised)							
	Basic	(1.09)	(0.77)	(0.80)	(1.86)	(1.64)	(3.13)	
	Diluted	(1.09)	(0.77)	(0.80)	(1.86)	(1.64)	(3.13)	
7	Earning per share in Rs. after extraordinary items (Not Annualised)							
	Basic	(1.09)	(0.77)	(0.80)	(1.86)	(1.64)	11.44	
	Diluted	(1.09)	(0.77)	(0.80)	(1.86)	(1.64)	11.44	

## Notes :

The above is an extract of the detailed format of unaudited Financial Results for the Quarter and half year ended 30-09-2019 filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Obligations and Disclosure Requirements) Regulations 2015. The full format of the said results are available on the website of BSE Limited (www.bseindia.com) and on the Company's website www.elforge.com. The above results, duly reviewed by Audit Committee, have been approved by the Board of Directors in this meeting held on 11-11-2019

For and on behalf of the Board

K.V. RAMACHANDRAN

VICE CHAIRMAN AND MANAGING DIRECTOR

DIN: 00322331

Date : 11-11-2019

Place : Chennai



**EL FORGE LIMITED**

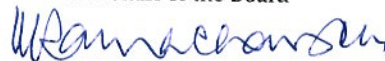
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Unaudited Standalone financial position as at September 30, 2019  
(Prepared in Compliance with Indian Accounting Standards - IND AS)

Balance Sheet as at 30th September, 2019	As at September 30, 2019	As at March 31, 2019
Particulars	Rs in Lakh	Rs in Lakh
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,781.60	4,101.93
Capital work-in-progress	302.28	302.28
<b>Financial Assets</b>		
(i) Investments	373.84	373.84
(iv) Others	90.01	89.62
Other non-current assets	11.47	9.72
	<b>4,559.20</b>	<b>4,877.39</b>
<b>Current assets</b>		
Inventories	1,421.23	1,551.62
<b>Financial Assets</b>		
(i) Investments		
(ii) Trade Receivables	416.79	465.71
(iii) Cash and cash equivalents	44.53	37.08
Other Current Assets	1,436.48	1,433.99
	<b>3,319.03</b>	<b>3,488.40</b>
<b>Total Assets</b>	<b>7,878.23</b>	<b>8,365.79</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share capital	2,032.43	2,032.43
Other Equity	(7,696.61)	(7,318.08)
<b>Liabilities</b>	<b>(5,664.18)</b>	<b>(5,285.65)</b>
<b>Non-current liabilities</b>		
<b>Financial Liabilities</b>		
(i) Borrowings	2,614.55	2,614.55
	<b>2,614.55</b>	<b>2,614.55</b>
<b>Current liabilities</b>		
<b>Financial Liabilities</b>		
(i) Borrowings	7,922.42	7,907.42
(ii) Trade Payables	2,199.89	2,281.78
(iii) Other financial liabilities	526.50	531.92
Other current liabilities	82.91	124.83
Provisions	183.57	178.36
Current Tax Liabilities (Net)	12.57	12.57
	<b>10,927.86</b>	<b>11,036.88</b>
<b>Total Equity and Liabilities</b>	<b>7,878.23</b>	<b>8,365.79</b>

For and on behalf of the Board



K.V.RAMACHANDRAN

VICE CHAIRMAN AND MANAGING DIRECTOR

DIN: 00322331

Place : Chennai

Date : November 11, 2019



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Unaudited Standalone financial position as at September 30, 2019

(Prepared in Compliance with Indian Accounting Standards - IND AS)

Unaudited Standalone Financial Results for the quarter and half year ended September 30, 2019

(Prepared in Compliance with Indian Accounting Standards - IND AS)

Pursuant to the amendment in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in relation to submission of statement of cash flows for the half-year period with effect from 01.04.2019, the statement of cash flows for the half year ended 30.09.2019 has been presented in the table below. Considering that this is the first year of applicability of the aforesaid amendment, the comparative information has been provided for the previous year ended 31.03.2019.

Cash Flow Statement for the half year ended September 30, 2019	September 30,2019 Rs in Lacs	March 31, 2019 Rs. in Lacs
<b>Cash flow from operating activities</b>		
Profit for the year	(378.54)	2,325.96
Adjustments for :		
Depreciation, amortisation and impairment - net of capitalisation	328.94	661.13
Other amortisations- Preference Debt additional charges	-	-
Loss / (Profit) on disposal of tangible assets	-	(0.20)
Finance costs - net of capitalisation	10.79	61.49
Dividend income	-	(0.03)
Provision reversals/write back	-	(2,962.12)
<b>Operating profit before working capital changes</b>	<b>(38.80)</b>	<b>86.23</b>
Adjustments for changes in :		
Liabilities and provisions	(124.03)	2,484.19
Trade receivables	48.92	(17.56)
Inventories	130.38	(15.85)
Other non-current and current assets	(4.25)	433.44
<b>Cash generated from operations</b>		
Income tax paid	-	-
<b>Net cash flow from operating activities</b> [A]	<b>12.23</b>	<b>2,970.44</b>
<b>Cash flow from investing activities</b>		
Payments for acquisition of assets	(8.60)	(53.87)
Proceeds on sale of fixed assets	-	0.21
Proceeds from sale of investments (net)	-	-
Deposits - (given)/receipt back	(0.39)	(49.65)
Dividend received	-	0.03
<b>Net cash flow from investing activities</b> [B]	<b>(8.99)</b>	<b>(103.28)</b>
<b>Cash flow from financing activities</b>		
Repayments of long-term borrowings	-	(1,416.46)
Proceeds from short-term borrowings	-	-
Proceeds of short-term borrowings	15.00	(1,374.75)
Finance cost paid	(10.79)	(61.49)
<b>Net cash flow (used in) financing activities</b> [C]	<b>4.21</b>	<b>(2,852.70)</b>
<b>Net cash Inflow</b> [A+B+C]	<b>7.44</b>	<b>14.46</b>
<b>Opening cash and cash equivalents</b>	<b>37.08</b>	<b>22.62</b>
<b>Closing cash and cash equivalents</b>	<b>44.53</b>	<b>37.08</b>
<b>Closing cash and cash equivalents comprises</b>		
a) Cash on hand	1.70	2.31
b) Balance with Banks		
i) In Current Accounts	29.09	31.04
ii) On Earmarked Accounts	3.74	3.74
iii) Held as Margin Money against borrowings	10.00	-
	<b>44.53</b>	<b>37.08</b>

**Note:**

- (a) The above cash flow statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (IND AS-7) Cash flow Statement
- (b) Pursuant to insertion of new clause under regulation 33, sub regulation (3), the Company has prepared cash flow statement for the half year. The cash flow statement for the corresponding six months ended September 30, 2018 as reported in the statement have been approved by the Company's Board of Directors, but have not been subjected to limited review by the statutory auditors.

Place : Chennai

Date : November 11, 2019

For and on behalf of the Board



K.V.RAMACHANDRAN

VICE CHAIRMAN AND MANAGING DIRECTOR

DIN: 00322331