



## ***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.21E, 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/1102/19

11<sup>th</sup> February, 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 and Half Year ended 31st December, 2018, duly approved and taken on record by the Board of Directors at their meeting held today ie. 11<sup>th</sup> February, 2019 along with Extract of Results to be published in newspaper and
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.

Time of Commencement of the Board Meeting : 12.00 PM

Time of Conclusion of the Board Meeting : 1.30 PM

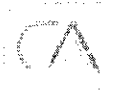
Kindly acknowledge receipt.

Thanking you,

Yours Faithfully

**For EL FORGE LIMITED**

**COMPANY SECRETARY**



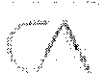
**Limited Review Report on Standalone Quarterly Financial Results of EL Forge Limited  
pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)  
Regulations, 2015**

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 Nine months ended December 31, 2018 which are included in the accompanying 'Statement of Unaudited Financial Results for the Quarter and Nine months ended 31<sup>st</sup> December 31, 2018'. 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 non remittance of statutory dues, on account of delay/ short remittance of statutory dues is not ascertainable at present.
- iii. The deferred interest has not been charged to the aforesaid financial results.
- iv. A few Creditors have filed cases against the Company, before the Honorable Madras High Court, under Section 433 of the Companies Act, 1956, (or filed before/ transferred to the National Company Law Tribunal, under the Companies Act, 2013) for winding up of the company. The Company has taken up the matter; and it has been explained that Company has been contesting the case and/or following directions given by the Honourable Madras High Court.
- 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. 85.81 Lakh as at December 31, 2018, 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.
- vii. Disputed amount in one time settlement

The company has agreed for one time settlement against the outstanding amount with Assets Reconstruction Company. The company has settled the agreed amount in full, with slight delay, which may result in paying an amount of Rs. 200.00 Lakh (Approximately) extra as against agreed amount; however the matter is under negotiation and has not been provided in the books of accounts.





**L. MUKUNDAN & ASSOCIATES**  
Chartered Accountants

Flat No. 1, 2 Kamala Arcade,  
669 Mount Road,  
Thousandlights, Chennai - 600 006  
Ph: 044 - 2829 1328, 98401 45586  
e-mail: lmaishere@gmail.com

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 accompanying Statement prepared in accordance with applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/F AC/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: 010283S

L Mukundan  
Partner  
M No. 204372

Place: Chennai  
Date: 11.02.2019



**EL FORGE LIMITED**

Reg. office: 1A, Sriperumbudur High Road (Via) Singaperumal Koil, Appur Village, Kattangulathur Onrium, kancheepuram 603204

Phone: (044) 47112500 Telefax (044) 47112523 E Mail : edf@elforge.com CIN: L34103TN1934PLC000669

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Phone: (044) 24334010 / 11 E Mail : edf@elforge.com

Extract of Standalone Financial Results for the quarter and nine months ended December 31, 2018

Rs. In Lacs

Sl.No.	Particulars	Quarter ended			Nine months ended		Previous year ended March 31, 2018 Audited
		December 31, 2018 Unaudited	September 30, 2018 Unaudited	December 31, 2017 Unaudited	December 31, 2018 Unaudited	December 31, 2017 Unaudited	
1	Total Income from Operations (net)	1169.65	1314.42	1202.18	3696.37	3105.56	4317.99
2	Net Profit/(Loss) from ordinary activities after tax	(172.48)	(162.99)	(234.69)	(506.12)	(798.21)	(1276.76)
3	Net Profit/(Loss) for the period after tax (after extraordinary items)	(172.87)	(162.99)	(234.69)	(506.51)	(798.21)	(1163.20)
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	(11369.59)	(11196.70)	(10498.07)	(11369.59)	(10498.07)	(10863.07)
6	Earning per share in Rs. Before extraordinary items (Not Annualised)						
	Basic	(0.85)	(0.80)	(1.15)	(2.49)	(3.93)	(5.72)
	Diluted	(0.85)	(0.80)	(1.15)	(2.49)	(3.93)	(5.72)
7	Earning per share in Rs. after extraordinary items (Not Annualised)						
	Basic	(0.85)	(0.80)	(1.15)	(2.49)	(3.93)	(5.72)
	Diluted	(0.85)	(0.80)	(1.15)	(2.49)	(3.93)	(5.72)

**Notes :**

The above is an extract of the detailed format of Unaudited Financial Results for the Quarter ended 31st December, 2018

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](http://www.bseindia.com)) and on the Company's website [www.elforge.com](http://www.elforge.com)

The above results duly reviewed by Audit Committee, have been approved by the Board of Directors in this meeting held on 11.02.2019.

For and on behalf of the Board

K.V.RAMACHANDRAN

VICE CHAIRMAN AND MANAGING DIRECTOR

DIN: 00322331

Date : February 11, 2019

Place : Chennai



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 Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2018  
 (Prepared in Compliance with Indian Accounting Standards - IND AS)

(All amounts are in Indian Rupees lakhs except earning per equity share data)						
Statement of profit or loss for the quarter and nine months ended December 31, 2018	Quarter ended December 31, 2018 Unaudited	Quarter ended September 30, 2018 Unaudited	Quarter ended December 31, 2017 Unaudited	Nine months ended December 31, 2018 Unaudited	Nine months ended December 31, 2017 Unaudited	For the year ended March 31, 2018 Audited
<b>Particulars</b>						
<b>Income</b>						
Revenue from operations (including excise duty on sale of goods)*	1,167.68	1,313.56	1,201.62	3,692.97	3,095.55	4,310.94
Other income	1.97	0.86	0.56	3.40	10.01	7.05
<b>Total Income - (2=2.1+2.2)</b>	<b>1,169.65</b>	<b>1,314.42</b>	<b>1,202.18</b>	<b>3,696.37</b>	<b>3,105.56</b>	<b>4,317.99</b>
<b>Expenses</b>						
Cost of materials and services consumed	730.33	742.98	734.20	2,098.80	1,836.17	2,601.03
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(39.38)	11.82	(15.92)	66.71	1.30	24.40
Excise Duty on sale of goods*	690.95	754.80	718.28	2,165.50	1,837.47	2,625.43
Employee benefits expense	-	-	-	-	65.12	65.12
Finance costs	194.93	205.16	176.57	605.10	513.63	737.22
Depreciation and amortisation expense	14.64	13.60	77.41	48.32	188.42	340.22
Other expenses	173.07	170.95	171.03	514.98	513.09	685.37
<b>Total Expenses - (3=2.3 to 2.9)</b>	<b>1,342.13</b>	<b>1,477.41</b>	<b>1,436.87</b>	<b>4,202.49</b>	<b>3,903.77</b>	<b>5,594.74</b>
<b>Profit/ (Loss) before exceptional items and tax - (4=2-3)</b>	<b>(172.48)</b>	<b>(162.99)</b>	<b>(234.69)</b>	<b>(506.12)</b>	<b>(798.21)</b>	<b>(1,276.75)</b>
Exceptional items - 5	0.39	-	-	0.39	-	(113.56)
<b>Profit/ (Loss) before tax - (6=4-5)</b>	<b>(172.87)</b>	<b>(162.99)</b>	<b>(234.69)</b>	<b>(506.51)</b>	<b>(798.21)</b>	<b>(1,163.20)</b>
<b>Tax expense:</b>						
(a) Current tax expense	-	-	-	-	-	-
(e) Deferred Tax	-	-	-	-	-	-
<b>Tax expense - 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net profit/(Loss) for the period - (8=6-7)</b>	<b>(172.87)</b>	<b>(162.99)</b>	<b>(234.69)</b>	<b>(506.51)</b>	<b>(798.21)</b>	<b>(1,163.20)</b>
<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 - 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Income - (10 = 8+9)</b>	<b>(172.87)</b>	<b>(162.99)</b>	<b>(234.69)</b>	<b>(506.51)</b>	<b>(798.21)</b>	<b>(1,163.20)</b>
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]	(0.85)	(0.80)	(1.15)	(2.49)	(3.93)	(5.72)
	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Not annualised]	[Annualised]

\* Year ended March 2018, include central excise duty for the quarter ended 30th June 2017.

**Notes:**

1. The above unaudited standalone financial results for the quarter ended December 31, 2018 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 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. Segment Wise Revenue:  
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.

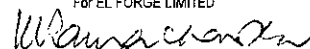
Particulars	Quarter ended December 31, 2018 Unaudited	Quarter ended September 30, 2018 Unaudited	Quarter ended December 31, 2017 Unaudited	Nine months ended December 31, 2018 Unaudited	Nine months ended December 31, 2017 Unaudited	For the year ended March 31, 2018 Audited
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
<b>Segment Revenue</b>						
Forgings	1,169.65	1,314.42	1,202.18	3,596.37	3,105.56	4,317.99
Land Income	-	-	-	-	-	-
<b>Total Revenue</b>	<b>1,169.65</b>	<b>1,314.42</b>	<b>1,202.18</b>	<b>3,596.37</b>	<b>3,105.56</b>	<b>4,317.99</b>
<b>Segment Results</b>						
Loss on forgings	(172.87)	(162.99)	(234.69)	(506.51)	(798.21)	(1,163.20)
Land Income	-	-	-	-	-	-
<b>Net Profit / Loss</b>	<b>(172.87)</b>	<b>(162.99)</b>	<b>(234.69)</b>	<b>(506.51)</b>	<b>(798.21)</b>	<b>(1,163.20)</b>

4. Post applicability of Goods & Service Tax (GST) with effect from 1st July, 2017, Revenue from operations are required to be disclosed net of GST, in accordance with requirement of IND AS. The revenue from operation for the nine months ended 31st Dec., 2017 included Central Excise Duty (CED) from 01-04-2017 to 30-6-2017. While the operating results of corresponding period in respect of Current Year do not include CED or GST; accordingly, the result of the aforesaid period may not be comparable.
5. Previous period figures have been regrouped / reclassified, wherever necessary, to conform to the current period classification / presentation.
6. Number of complaints from share holders received during the quarter Nil and disposed off during the quarter Nil.
7. The Management is taking steps to remit all statutory dues at the earliest.

Place : Chennai

Date : February 11, 2019

For EL FORGE LIMITED



K.V. Ramachandran  
Managing Director  
DIN :00322331