



INDEPENDENT AUDITOR'S REPORT
The Board of Directors of AKC Steel Industries Limited
Report on the audit of the Financial Results

Opinion

We have audited the accompanying quarterly financial results of **AKC Steel Industries Limited** (the company) for the quarter ended **March 31, 2022** and the year to date results for the period from April 1, 2021 to March 31, 2022, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2022 as well as the year to date results for the period from April 1, 2021 to March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 6 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to conditions related to the COVID-19 pandemic situation, for which definitive assessment of the impact in subsequent period is highly dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.



Management's Responsibilities for the Financial Results

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also



- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For S.JAYKISHAN
Chartered Accountants
FRN: - 309005E

CA Harish Patwari

Partner

Membership No. 065738

UDIN: 22065738AJST007587

Place: Kolkata

Dated: 27/05/2022

AKC STEEL INDUSTRIES LIMITED

2/1A, Sarat Bose Road, Lansdowne Towers, 4 Floor, Kolkata-700020

CIN No: L27109WB1957PLC023360, website: www.akcsteel.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED AND QUARTER ENDED 31 MARCH, 2022

(Rs. In Lakhs)

Sl. No.	Particulars	Quarter ended 31/03/2022	Preceding quarter ended 31/12/2021	Corresponding quarter ended on 31/03/2021	Year ended on 31/03/2022	Previous year ended on 31/03/2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from operations	205.62	169.55	133.25	663.05	576.88
II	Other income	38.21	27.88	26.64	133.61	104.16
III	Total Income (I+II)	243.83	197.43	159.90	796.66	681.04
IV	Expenses :					
	Purchases of Stock-in-Trade	(0.00)	0.53	2.61	0.53	3.19
	Changes in Inventories of finished goods, Stock-in-Trade and work-in-progress	(6.56)	(0.99)	(10.23)	0.29	(3.24)
	Employee benefits expense	15.30	11.44	10.56	52.13	37.08
	Finance Costs	1.18	1.51	2.92	5.71	15.61
	Depreciation and amortization expenses	10.35	14.19	16.33	53.93	63.06
	Other expenses	70.10	40.22	44.39	185.70	146.53
	Total expenses (IV)	90.37	66.90	66.57	298.29	262.24
V	Profit/(Loss) before exceptional items and tax (III-IV)	153.46	130.53	93.33	498.37	418.80
VI	Exceptional Items					
VII	Profit / (Loss) before tax (V-VI)	153.46	130.53	93.33	498.37	418.80
VIII	Tax Expenses					
	(1) Current Tax	4.34	38.00	26.06	102.87	117.96
	(2) Tax expense relating to earlier years	0.00	0.00	(1.46)	0.00	(1.46)
	(3) MAT Credit (Entitlement)/ Availed	33.11	0.00		33.11	
	(4) Deferred Tax	0.70		(0.14)	0.70	(1.61)
IX	Profit / (Loss) for the period (VII-VIII)	115.31	92.53	68.86	361.69	303.92
X	Other Comprehensive Income					
	I) Items that will not be reclassified subsequently to profit or loss	0.25		0.10	0.25	0.10
	II) Items that will be reclassified subsequently to profit or loss					
XI	Total Comprehensive Income for the period (IX+X) (Comprising Profit / (Loss) and Other Comprehensive Income for the period)	115.57	92.53	68.76	361.44	303.82
XII	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	415.00	415.00	415.00	415.00	415.00
XIII	Other Equity	-	-	-	1,137.87	775.93
XIV	Earnings per Equity Share (of Rs. 10/- each) : (not annualised)					
	(1) Basic (Rs.)	2.78	2.23	1.66	8.72	7.33
	(2) Diluted (Rs.)	2.78	2.23	1.66	8.72	7.33

Notes:-

- (1) The aforesaid financial was reviewed by the audit committee and approved by the Board of Directors at its meeting held on 27 May 2022
- (2) Segment reporting as defined in Indian Accounting Standard 108 is not applicable to the Company, as the Company operates in Iron & Steel Segment only.
- (3) Previous year/ period figures have been regrouped/rearranged, wherever necessary to make them comparable with the current period figures.
- (4) There has been no Investor grievances during the quarter ended 31st March, 2022
- (5) The Auditor have carried out Limited Review (LR) on the aforesaid financial results and the said report was placed and noted by the Board.
- (6) COVID-19 pandemic has caused unprecedented economic disruption globally and in India. The Company has been monitoring the situation closely and has taken proactive measures to comply with various directions / regulations / guidelines issued by the Government and local bodies to ensure safety of workforce across all its plants and offices. The Company has made initial assessment of the likely adverse impact on economic environment in general and operational and financial risks on account of COVID-19. The Company is in business of iron and steel which are connected with activities fundamental to Indian Economy. The demand for Company's product is expected to be lower in short term, though the same is not likely to continuing impact on the business of the Company. Further, the management believes that there may not be significant impact of Covid-19 pandemic on financial position and performance of the Company in long term.

Place : Kolkata
Date : The 27th May 2022

For AKC STEEL INDUSTRIES LIMITED

DIRECTOR



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AKC STEEL INDUSTRIES LIMITED
2/1A, SARAT BOSE ROAD, LANSDOWNE TOWERS, 4 FLOOR, KOLKATA-700020
CIN No: L27109WB1957PLC023360
STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2022

(Rs. in Lakhs)

S.N	PARTICULARS	31 March 2022	31 March 2021
		Audited	Audited
I	<u>ASSETS</u>		
	<u>1) NON-CURRENT ASSETS</u>		
	(a) Property, plant and equipment	856.72	902.85
	(c) Non Current Tax Assets (Net)	9.29	35.64
		866.01	938.49
	<u>2) CURRENT ASSETS</u>		
	(a) Inventories	48.78	46.39
	(b) Financial assets		
	(i) Investments	356.70	-
	(ii) Trade receivables	95.50	107.49
	(iii) Cash and cash equivalents	19.81	53.57
	(iv) Loan	-	125.00
	(v) Other financial assets	182.55	26.62
	(c) Other current assets	73.98	80.94
		777.33	440.01
	Assets held for sale	-	-
	TOTAL	1,643.34	1,378.51
II	<u>EQUITY AND LIABILITIES</u>		
	<u>1) EQUITY</u>		
	(a) Equity share capital	415.00	415.00
	(b) Other equity	1,137.87	775.93
		1,552.87	1,190.93
	<u>2) NON-CURRENT LIABILITIES</u>		
	(a) Financial liabilities		
	(i) Borrowings	-	50.00
	(ii) Deffered Tax Liability (Net)	13.01	12.21
		13.01	62.21
	<u>3) CURRENT LIABILITIES</u>		
	(a) Financial liabilities		
	(i) Trade payables	45.80	46.47
	(ii) Other financial liabilities	11.62	58.30
	(b) Other Current Liabilities	13.04	14.39
	(c) Provisions	7.00	6.20
		77.45	125.36
	TOTAL	1,643.34	1,378.51

Place : Kolkata

Date : The 27th May'2022

For AKC STEEL INDUSTRIES LIMITED


Director



AKC STEEL INDUSTRIES LIMITED
2/1A, SARAT BOSE ROAD, LANSDOWNE TOWERS, 4 FLOOR, KOLKATA-700020
CIN No: L27109WB1957PLC023360
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022

Sl.No	Particulars	(Rupees in Lacs)	
		Year ended 31/03/2022	Year ended 31/03/2021
		(Audited)	(Audited)
A.	Cash flow from operating activities		
	Net Profit / (Loss) before extraordinary items and tax	498.37	418.80
	<u>Adjustments for:</u>		
	Depreciation and amortisation	53.93	63.06
	(Profit)/Loss on sale of Fixed assets	-	-
	Finance costs	5.71	15.61
	Provisions	1.15	0.18
	Operating profit / (loss) before working capital changes	559.16	497.66
	<u>Changes in working capital:</u>		
	<u>Adjustments for (increase) / decrease in operating assets:</u>		
	Inventories	(2.39)	(3.68)
	Trade receivables	11.99	(65.17)
	Financial and Other Assets	(148.96)	(13.11)
	<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
	Trade payables	(0.67)	5.66
	Financial and Other Liabilities	(48.04)	(6.22)
	Cash generated from operations	371.09	415.14
	Net income tax (paid) / refunds	(109.63)	(72.80)
	Net cash flow from / (used in) operating activities (A)	261.46	342.34
B.	Cash flow from investing activities		
	Capital expenditure on fixed assets	(7.80)	(33.52)
	Loan given	0.00	(125.00)
	Refund of Loan Given	125.00	
	Investment in Mutual Funds	(356.70)	0.00
	Net cash flow from / (used in) investing activities (B)	(239.51)	(158.52)
C.	Cash flow from financing activities		
	Repayment of Non Current borrowings	(50.00)	(120.00)
	Finance cost	(5.71)	(15.61)
	Net cash flow from / (used in) financing activities (C)	(55.71)	(135.61)
	Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(33.76)	48.21
	Cash and cash equivalents at the beginning of the year	53.57	5.36
	Cash and cash equivalents at the end of the year	19.81	53.57

Place: Kolkata
Date : The 27th May'2022

For AKC STEEL INDUSTRIES LIMITED


DIRECTOR





AKC STEEL INDUSTRIES LIMITED

AN ISO 9001 : 2000 ORGANISATION

Regd. Office : Lansdowne Towers, 4th Floor, 2/1A, Sarat Bose Road, Kolkata - 700 020
Tel. : 033-40604444, Fax : 033 2283 3322, E-mail : contact@akcsteel.com, Website : www.akcsteel.com
CIN : L27109WB1957PLC023360

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

Dear Sir,

Scrip Code No.- 10011019

Reg: Declaration with respect to Standalone Audit Report with un-modified opinion

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare and confirm that the Statutory Auditors of the Company viz. M/s. S. Jaykishan & Co, Chartered Accountants, Statutory Auditors of the Company have not expressed any modified opinion(s) on the Audited Standalone Financial Results for the financial year ended on 31st March, 2022.

Kindly take the above information on record.

Thanking You,

Yours faithfully,

For AKC Steel Industries Ltd

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Ashok Kumar Bansal
Whole time Director

