Aanchal Ispat Limited

CIN : L27106WB1996PLC076866 | GSTN/UID : 19AAACV8542M1ZQ | UAN : WB10C0007296
An ISO 9001:2015 Company

MAKE IN INDIA

Date: 07/08/2024

To
BSE Limited
Corporate Office,
PhirozeJeeJeeBhoy Towers,
Dalal Street,
Mumbai-400001

Subject: Financial results for the quarter ended 30.06.2024

Ref: Aanchal Ispat Limited, Scrip Code-538812

Dear Sir,

As the exchange is aware that the company is under Corporate Insolvency Resolution Process (CIRP) and Mr. Santanu Brahma is appointed as the Resolution Professional (RP) of the Company.

Pursuant to Regulation 30 and 33 read with schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), I wish to inform you that I have considered and approved the unaudited Financial Results of the Company for the quarter ended 30th June, 2024.

Enclosing herewith the following documents in this respect:

a) Unaudited Financial Results for the quarter ended 30th June, 2024;

b) Review Report by the Auditors M/s. Rajesh Jalan & Associates., Chartered Accountants, Kolkata on Unaudited Financial Results for the quarter ended 30th June 2024;

The Meeting dated 7th August, 2024 started at 1.30 p.m and Concluded at 2.30 p.m.

Request you to kindly acknowledge and take the same on your record.

Thanking you,

Yours faithfully

For and on behalf of suspended Board of Directors of Aanchal Ispat Limited

Mukesh Goel

For Aanchal Ispat Ltd

SANTANU BRAHMA IP Regn. No. IBBI/IPA-001/IP-P01482/2018-2019/12251 Insolvency Professional

Mr. Santanu Brahma
(Resolution Professional)
Registration No.: IBBI/IPA001/IPP01482/ 20182019/12251

Registered Office
J.L. No. 5, National Highway No.6,
Chamrail, Howrah 711114.
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Visit us as www.aanchalispat.com

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IS 2062:2011 CM/L 5489992
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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 30TH JUNE, 2024

(₹ In lakhs Except EPS)

Sr. no	Particulars	QUARTER ENDED			FINANCIAL YEAR ENDED
		Figures as at the quarter ended 30.06.2024	Figures as at the quarter ended 31.03.2024	Figures for corresponding 3 months ended in the previous year 30.06.2023	31.03.2024
		Unaudited	Audited	Unaudited	Audited
I	Revenue From operations	4,398.88	4,726.09	4,471.36	10,934.70
II	Other Income	9.45	0.19	1.36	4.34
III	**Total Income (I+II)**	**4,408.33**	**4,726.28**	**4,472.72**	**10,939.05**
IV	EXPENSES				
	a) Cost of materials consumed	4,479.33	4,506.28	4,183.97	9,512.32
	b) Purchases of Stock-in-Trade	-	-	-	-
	c) Changes in inventories of finished goods, Stock-in -Trade and work in-progress	(405.90)	(26.32)	(34.48)	436.69
	d) Employee benefits expense	57.00	61.89	72.11	247.24
	e) Finance costs	(1.10)	(72.68)	213.10	351.46
	f) Depreciation and amortization expenses	12.63	15.49	15.65	62.99
	g) Other expenditure	265.03	250.40	208.85	1,082.55
	Total Expenses (IV)	**4,406.99**	**4,735.05**	**4,659.19**	**11,693.26**
V	**Profit/(loss) before exceptional items and tax (I-IV)**	1.34	(8.77)	(186.47)	(754.21)
VI	**Exceptional Items**				
VII	**Profit/ (loss) before tax(V-VI)**	**1.34**	**(8.77)**	**(186.47)**	**(754.21)**
VIII	**Tax Expenses**	**0.23**	**(129.40)**	-	**(129.40)**
	a) Current Tax	0.23			
	b) Current Tax Expenses Relating to Prior Year's				
	c) Deferred Tax	-	(129.40)	-	(129.40)
IX	**Profit (Loss) for the period (VII-VIII)**	**1.11**	**120.63**	**(186.47)**	**(624.81)**
X	**Other Comprehensive Income**	-	**(0.48)**	-	**(0.48)**
	A. (i) Items that will not be reclassified to profit or loss	-	(0.65)	-	(0.65)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	0.16	-	0.16
	B. (i) Items that will be reclassified to profit or loss				
	(ii) Income tax relating to items that will be reclassified to profit or loss				
XI	**Total Comprehensive Income for the period (IX+X) Comprising Profit (Loss) and Other comprehensive Income for the period)**	**1.11**	**120.14**	**(186.47)**	**(625.30)**
XII	**Other Equity**	-	-	-	-
XIII	**Earning per equity share (of Rs 10/- each)**				
	(1)Basic (in Rs.)	0.01	0.58	(0.89)	(3.00)
	(2) Diluted (in Rs.)	0.01	0.58	(0.89)	(3.00)

Notes to unaudited Financial Results for the quarter year ended on 30th June,2024

1 The above results have been prepared in accordance with Indian Accouting Standards ("IND AS") notified under section 133 of the Companies Act 2013 read together with lhe Comaps (Indian Accounting Standards) Rules. 2015.

2 The Company operates in single business segment of manufacturing & trading of Iron & Steel products.

3 No Investor complaints were received and pending during the quarter/three months ended 30.06.2024

4 The company has default in repayment of term loan from Karur Vsya Bank from October 2022

5 Company has not accounted Interest over the outstanding Borrowing from Sep 2023 due to Continuation of CIRP proceedings from the total outstanding borrowing.

FOR AANCHAL ISPAT LIMITED
(in CIRP)
Resolution Professional

Registered Office
J.L. No. 5, National Highway No.6,
Chamrail, Howrah 711114.
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6 As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Financial Results of a Company submitted to the Stock Exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any of the Director of the Company who is fully authorised by the Board of Directors to sign the Financial Results. In view of the ongoing Corporate Insolvency Resolution Process commenced from 12.09.2023, powers of the Board of Directors have been suspened and these powers are now vested with the Resolution Professional of the Company vide the order passed by Hon'ble NCLT, Kolkata on 12.09.2023. Accordingly, the above Financial Results of the Company for the quarter ended 30.06.2024 were taken on record and authorised for issue to concerned authorities by the Resolution Professional.

7 The above financial results of the Company were reviewed and approved by Resolution Professional on August 7th, 2024. The Statutory Auditor of the Company reviewed the said results.

8 The results would be uploaded and available for the view of the company website at http://www.aanchalispat.com/financials.html#financials and also on the website of Bombay stock Exchange (BSE) at www.bseindia.com

9 An application was filed against M/s AANCHAL ISPAT LIMITED under Section 9 of Insolvency and Bankruptcy Code, 2016 read with Rule 6 of the Insolvency and Bankruptcy (Application to Adjudicating Authority) Rules, 2016 before the Hon'ble NCLT Kolkata with a prayer to commence the Corporate Insolvency Resolution Process (CIRP). The said application for initiation of Corporate Insolvency Resolution Process (CIRP) has been admitted by Hon'ble Nation Company Law Tribunal (NCLT), Kolkata Bench, (Hon'ble NCLT/ Hon'ble Adjudicating Authority) vide its order dated 12-09-2023 where in Mr. Sriram Mittal was appointed Interim Resolution Professional (IRP) of the company . The committee of Creditors has appointed Mr. Santanu Brahma appointed as Ressolution Professional(RP) of the company in place of Mr. Sriram Mittal and the same has been also approved by the Hon'ble NCLT Kolkata vide order dated 17-11-2023. Currently power of the power of the Board were suspended and such powers are now vested with RP. The NCLT order also provided for a moratorium with effect from 12-09-2023 till the complection of the Corporate Insolvency Resolution Process (CIRP) or untill it approves the resolution plan under section 31(1) or passes an order for liquidation of the company under section 33, whichever is earlier. Currently, the CIRP process in respect of the company is in process. In terms of section 20 of Insolvency code, the management and operations of the Company are being managed by Resolution Professional (RP). The RP as on date is undertaking and will endeavour to take all possible steps to run the company as a going concern.

10 In view of the Company under CIRP and lenders have submitted the claim for their outstanding dues before Resolution Professional & considering the matter of prudence and Resolution Plan under process of approval before Committee of Creditors, whole of the longterm borrowing outstanding as on 30th June 2024 has been classified as current borrowings.

11 During the current quarter June 2024 , Resolution plan submitted by Resolution Applicant Mukesh Goel has been approved by the COC. The resolution plan is pending for aproval before Hon'ble Nation Company Law Tribunal (NCLT), Kolkata Bench, (Hon'ble NCLT/ Hon'ble Adjudicating Authority). The company have refunded the EMD of Rs. 2.00 Cr each to other resolution applicant and received further Rs. 1.00 Cr. from Mukesh Goel as Performance Security.

12 During the period under review the sales comprises 65.98 % of total sales & purchses comprises 70.41 % of total purchases done with related party done at arms length prices and with approval of COC.

13 Previous period figures have been regrouped, re-arranged or re-casted wherever necessary to make them comparable.

Place: Howrah
Date: 07/08/2024

For and on behalf of suspended board of directors of Aanchal Ispat Ltd

Mukesh Goel

For Aanchal Ispat Limited

CA Santanu Brahma
(Resolution Professional)
IBBI Regn. No. IBBI/IPA-01/IP-P01482/2018-19/12251

RAJESH JALAN & ASSOCIATES
CHARTERED ACCOUNTANTS

56, Metcalfe Street,1st Floor, Room No. 1A, Kolkata - 700013
T : 033 4066 0180, M : +91 98312 28811, E : rajeshjalan@rediffmail.com, rjacaranchi@gmail.com

Independent Auditor's Limited Review Report on Quarterly Financial Results of Aanchal Ispat Ltd for the quarter ended June 30,2024 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Resolution Professional of
Aanchal Ispat Limited
(A Company under CIRP vide NCLT Order)
IP registration no. IBBI/IPA-01/IP-P01482/2018-19/12251

We have reviewed the accompanying statement of unaudited standalone financial results of **Aanchal Ispat Limited ("the Company under CIRP Process")** for the Quarter ended June 30, 2024 ("the Statement") attached herewith being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI. (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations")

This statement is the responsibility of the Company's Management and has been approved by the **Resolution Professional** which has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard ('IND AS') for interim financial reporting (Ind AS 34), prescribed under Section 133 of the Companies Act. 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 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Emphasis of matter paragraph:

a. We draw attention to Note No. 9 of the accompanying standalone result, where Mr. Santanu Brahma (IP Registration No: IBBI/IPA-01/IP-P01482/2018-19/12251) is appointed as a Resolution Professional ("RP") of the company in place of Mr. Sriram Mittal and the same has been also approved by Hon'ble NCLT Kolkata it's vide order dated 17th Nov 2023. Presently, the powers of the Board of Directors of the Company, has been stands suspended and such powers are now vested with the RP in order to manage the affairs of the company.

b. We draw attention to the fact that as of June 2024, the position of CFO and CS remain vacant and such vacancy was not yet filled by the company.

c. As per Ind AS-1 "Presentation of Financial statements" wherein it has been explained by the management the financial statement has been prepared on going concern basis. The company has substantial amount of accumulated loss of past year and huge outstanding of statuary liability and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements which raises significant concern over going concern ability of the company

d. We draw attention to Note No. 4 of the accompanying standalone results, the company had defaulted in payment of dues to Karur Vsya Bank in respect of its borrowings as on 1st October 2022 and the default continues as on 30th June 2024.

e. We draw attention to Note No. 11 of the accompanying standalone results, three Prospective Resolution Applicants (PRAs) have expressed interest in acquiring the company and submitted their Resolution Plans, along with the required Earnest Money Deposit (EMD). The submitted plans were initially under review by the Committee of Creditors (CoC). As of June 2024, the CoC has approved the Resolution Plan submitted by Mukesh Goel promoter of Aanchal Ispat Limited), which is now pending for approval before the Hon'ble National Company Law Tribunal (NCLT). Additionally, a performance security of ₹1 crore has been received.

f. We draw attention to Note No. 12 of the accompanying standalone results, wherein during the quarter the company has made 70.41% of purchase and 65.98% of sell with its sister concern M/s Maina International Limited for optimum utilization of production capacity at arm's length price with the approval of COC.

g. We draw attention to the fact that during the current financial year, the company changed its accounting policy for the treatment of prepaid expense related to bank guarantee. Previously, prepaid expenses were written off each year. Effective from this FY, the Resolution Professional has decided to reverse the previous entries and adopt a policy of recognizing prepaid expense over the period they benefit. The change was made to better comply with Ind AS 8 and to provide a more accurate matching of expense with the periods in which they are incurred, thus improving the presentation of the Company's financial position and performance.



Our conclusion is not modified in respect of above matters.

Based on our review , except for the possible effects of the matter described above 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 accounting standards 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) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Rajesh Jalan & Associates
(FRN:326370E)
Chartered Accountants



Partner
(M No:065792)
UDIN: 24065792BKEXZK5798

Place: Kolkata
Date: 7th August, 2024