

BALASORE ALLOYS LIMITED



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Phone : +91 33 4029 7000, Fax : +91 33 2229 5693
E-mail : mail@balasorealloys.com
Website : www.balasorealloys.com
CIN : L27101OR1984PLC001354

REF: BAL/SEC/2017

December 14, 2017

The Secretary,
The BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001

Dear Sir,

Sub: Outcome of 162nd Board Meeting pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is to inform that the Board of Directors of the Company in its meeting held today, the 14th December, 2017 which commenced at 2:30 PM and concluded at 4:20 PM have approved unanimously the following resolutions:

- (1) the Unaudited Standalone Financial Results for the quarter and half year ended 30th September, 2017 which is enclosed along with the Limited Review Report of the Auditors.
- (2) acceptance of resignation of Mr. Janarthanam Govindasamy, from the directorship and position of Director - Operations of the Company with effect from close of business hours of 6th March, 2018.
- (3) appointment of Mr. Nikunj Pansari as Whole-time Director designated as Director-Finance & Chief Financial Officer (CFO) of the Company with effect from 14th December, 2017.
- (4) appointment of Mr. Dhiren K. Nath as Whole-time Director designated as Director-Operations of the Company with effect from 14th December, 2017.





- (5) Mr. Anil Sureka, Managing Director, Mr. Nikunj Pansari, Director-Finance & CFO and Mr. Trilochan Sharma, President & Company Secretary (being Key Managerial Personnel of the Company) are severally authorized to determine materiality of an event or information and to make necessary disclosures to the stock exchanges.

This is for your kind information and records.

Thanking you,

Yours faithfully,

For Balasore Alloys Ltd.

Trilochan Sharma

President & Company Secretary

BALASORE ALLOYS LIMITED

Regd. Office : Baigopalpur 756020 , Dist . Balasore , Odisha

Tel: +91-6782-275781-85, Fax:+91-6782-275724, e-mail: mail@balasorealloys.com, Website:www.balasorealloys.com,
CIN NO : L27101OR1984PLC001354**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017**

(₹ in lacs, except per share data)

PARTICULARS	Quarter ended	Half Year ended	Quarter ended
	30.09.2017 Unaudited	30.09.2017 Unaudited	30.09.2016 Unaudited
Total Income from Operations	31,010.44	62,579.16	24,422.38
Net Profit for the period before Tax	3,802.72	7,694.09	1,927.99
Net Profit for the period after Tax	2,151.43	4,551.64	1,186.39
Total Comprehensive Income for the period (after tax)	2,151.43	4,551.64	1,186.39
Paid up equity share Capital (Face value of the share : ₹ 5/- each)	4,444.52	4,444.52	3,944.52
Other Equity (as per last audited balance sheet)	NA	NA	NA
Earning Per Share(Face value of ₹ 5/- each) *			
(i) Basic	2.42	5.12	1.50
(ii) Diluted	2.14	4.52	1.50

* Not Annualised

Note: The above is an extract of the detailed format of Quarterly Financial Results for the three month ended 30th September, 2017 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing obligation and Disclosure Requirements) Regulations, 2015.

The full format of the financial Results for the three month ended 30th September, 2017 are available on the Stock Exchange Website. (www.bseindia.com/www.cseindia.com) and company's website www.balasorealloys.com.



For and on behalf of the Board



Anil Sureka
Managing Director
DIN No-00058228

Place: Kolkata
Date: 14th December, 2017

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017

(₹ in lacs, except per share data)

PART I PARTICULARS	Quarter ended			Half Year ended	
	30.09.2017 Unaudited	30.06.2017 Unaudited	30.09.2016 Unaudited	30.09.2017 Unaudited	30.09.2016 Unaudited
1. Income from operations					
a) Sales/Income from Operations	27,745.82	30,844.00	23,885.91	58,589.82	40,757.81
b) Other Income (Refer Note no-3)	3,264.62	724.72	536.47	3,989.34	1,031.13
Total Income from Operations {1(a) +1(b)}	31,010.44	31,568.72	24,422.38	62,579.16	41,788.94
2. Expenses					
a) Cost of material consumed	10,734.48	9,995.98	6,884.66	20,730.46	11,178.28
b) Change in inventories of finished goods and work in progress	1,120.75	(1,839.34)	695.79	(768.59)	(574.27)
c) Power	7,988.28	7,383.45	7,191.56	15,371.73	13,444.48
d) Excise Duty	-	1,846.38	457.48	1,846.38	964.40
e) Employee benefits expense	1,379.84	1,852.11	1,473.26	3,231.95	2,806.72
f) Depreciation and amortisation expense	725.54	735.52	607.85	1,461.06	1,282.97
g) Other Expenses	4,112.32	6,692.39	4,352.56	10,804.71	8,592.86
h) Finance Cost (Net)	1,146.51	1,060.86	831.23	2,207.37	1,524.09
Total Expenses {2(a) to 2(h)}	27,207.72	27,677.35	22,494.39	54,885.07	39,219.53
3. Profit from operations before exceptional item (1-2)	3,802.72	3,891.37	1,927.99	7,694.09	2,569.41
4. Exceptional Item	-	-	-	-	-
5. Profit from operations after exceptional item and before tax (3-4)	3,802.72	3,891.37	1,927.99	7,694.09	2,569.41
6. Tax Expense	1,651.29	1,491.16	741.60	3,142.45	876.95
7. Net Profit/Loss for the period (5-6)	2,151.43	2,400.21	1,186.39	4,551.64	1,692.46
8. Other Comprehensive Income (OCI) (Net of Tax)	-	-	-	-	-
9. Total comprehensive income for the period (7+8)	2,151.43	2,400.21	1,186.39	4,551.64	1,692.46
10. Paid up equity share Capital (Face value of the share : ₹ 5/- each)	4,444.52	4,444.52	3,944.52	4,444.52	3,944.52
11. Other Equity				NA	NA
12. Earning Per Share(Face value of ₹ 5/- each) (Not annualised)					
(i) Basic	2.42	2.70	1.50	5.12	2.15
(ii) Diluted	2.14	2.46	1.50	4.52	2.15



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UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2017

		AS AT
		30.09.2017
		(Unaudited)
A	ASSETS	
1	Non-Current Assets	
	a) Property , Plant & Equipment	82,969.93
	b) Intangible Assets	2,937.99
	c) Capital Work-in-Progress	10,592.51
	d) Financial Asset	
	Investments	3,901.71
	Loans	2,267.00
	Other	346.97
	e) Other Non-current Assets	19,369.94
	Sub total - Non-current assets	1,22,386.05
2	Current Assets	
	a) Inventories	19,404.91
	b) Financial Assets	
	Trade Receivables	3,711.52
	Cash and Bank Balances	2,372.28
	Loans	2,776.99
	Other	422.43
	c) Other Current Assets	16,706.91
	Sub total - Current assets	45,395.04
	TOTAL - ASSETS	1,67,781.09
B	EQUITY AND LIABILITIES	
1	Equity	
	a) Equity Share Capital	4,444.52
	b) Other Equity	91,663.03
	Sub total - Equity	96,107.55
	Liabilities	
2	Non-Current Liabilities	
	a) Financial Liabilities	
	Borrowings	789.86
	b) Deferred Tax Liabilities (net)	2,564.22
	c) Provisions	1,681.29
	Sub Total - Non-Current Liabilities	5,035.37
2	Current Liabilities	
	a) Financial Liabilities	
	Borrowings	13,526.26
	Trade Payable	30,541.10
	b) Other Current Liabilities	10,892.11
	c) Provisions	11,678.70
	Sub Total - Current Liabilities	66,638.17
	TOTAL - EQUITY AND LIABILITIES	1,67,781.09



Anil Sureka
Managing Director
DIN No-00058228

Notes:

- 1 The figures for the corresponding previous period/year have been restated/regrouped wherever necessary, to make them comparable.
- 2 Result for the quarter ended 30th September 2017 are in compliance with Indian Accounting Standard (Ind-AS) notified by the Ministry of Corporate Affairs. Consequently, result for the quarter ended 30th September 2016 have been restated to comply with Ind-AS to make them comparable. The statement does not include Ind-AS compliant results for the previous year and balance sheet as at 31st March, 2017 as the same are not mandatory as per SEBI's circular dated 5th July, 2016
- 3 North Eastern Electricity Supply Company of Orissa Limited (NESCO) had raised total claim of approximately ₹ 20,155.96 Lacs ((including delayed payment surcharge) against the company as on 30th June, 2017. The company had paid ₹ 3,400 Lacs to NESCO in the past which was debited as power cost. As per the order of Hon'ble Supreme Court the matter was referred to Grievance Redressal Forum (GRF) of NESCO. GRF passed an order dated October 12, 2017 vide which it inter alia directed NESCO to recalculate its claim in the mode and manner as specified in the said order within a period of one month from the date of such order. NESCO has not yet intimated the Company of any recalculation.
- Following the guidelines laid down in the aforesaid order passed by the GRF, the Company has made a calculation and a sum of ₹ 2,743.90 lacs is recoverable by the Company from NESCO and the same has been accounted for in other income.
- 4 The company has carried out scientific studies including validation of resources of chrome ore in its chromite mine at Sukinda, Kaliapani, Odisha (Lease -1) by an international mining consultant. The company has planned for mining of these resources at 1.4 Million tonne per annum through underground mining method and convert the same into Ferrochrome thereby improving profitability of the company.
- In order to expedite the project, company has approached some prospective lenders for financial tie-ups. Pending financial tie-up for the aforesaid project, the order for the long lead delivery equipment and machinery have been placed against which company has advanced a sum of ₹ 15,883.18 lacs and also incurred expenses of ₹ 7,004.71 lacs towards project development. Management is confident of implementing the said long gestation project through financial tie-ups.
- 5 The Company is mainly engaged in the Manufacturing of Ferro Chrome. As such there are no separate reportable segment as per the Ind AS 108 Segment Reporting.

6 **RECONCILIATION OF PROFIT BETWEEN Ind-AS AND PREVIOUS INDIAN GAAP FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER 2016**

SL No.	Nature of adjustments	Note ref.	(₹ in lacs)	
			Quarter ended 30/09/2016	Half year ended 30/09/2016
	Net Profit as per previous Indian GAAP		1,223.30	2,067.76
1	Depreciation on Mining Lease	i)	(40.69)	(175.51)
2	Fair valuation of financial assets	ii)	7.99	(301.14)
3	Deferred Tax	iii)	(4.21)	101.34
	Net profit before OCI as per Ind-AS		1,166.39	1,692.45

- i) **Depreciation** : Earlier depreciation on the revaluated portion of the mining lease was withdrawn from revaluation reserve. Under Ind-AS, depreciation is charged to the Statement of Profit and Loss.
- ii) **Fair valuation for financial assets** : The company has valued financial assets (other than investments in subsidiaries, associate which are accounted at cost), at fair value. Impact of fair value changes as on the date of transition, is recognised in opening reserve and changes thereafter are recognised in Profit and Loss Account.
- iii) **Deferred Tax** : The impact of transition adjustments together with Ind-AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to the Reserves, on the date of transition, with consequential impact to the Profit and Loss account for the subsequent periods.
- 7 The above financial results were duly reviewed by the Audit Committee and were approved in the Board Meeting held on 14th December, 2017. The Statutory auditors have carried out a Limited Review of the result for the current quarter and of the previous period.

Place: Kolkata
Date: 14th December, 2017



For and on behalf of the Board



Anil Sureka
Managing Director
DIN No-00058228

Independent Auditors' Review Report

To,
The Board of Directors
Balasore Alloys Limited

1. We have reviewed the accompanying statement of unaudited financial results of Balasore Alloys Limited ("the Company") for the quarter and half year ended 30th September, 2017 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS - 34) prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. 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 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 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.
4. Emphasis of Matter

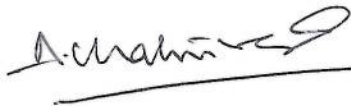
We draw attention to note no. 4 of the statement, wherein it relates to payments and expenditure incurred towards implementation of long gestation project for underground mining. The company is in the process of making financial tie-ups for early implementation of project.



Our conclusion is not modified in respect of the above matter.

5. Based on our review conducted as above and read with our comment in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting practices and principles 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 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For CHATURVEDI & SHAH
Firm Registration No. 101720W
Chartered Accountants



Amit Chaturvedi
Partner
Membership No.: 103141
Kolkata, December 14, 2017

