



Prakash Industries Limited

Srivan, Bijwasan, New Delhi - 110061

CIN : L27109HR1980PLC010724

Tel. : 25305800, 28062115 Fax : 91-11-28062119

E-mail : pilho@prakash.com Website : www.prakash.com

PIL/SE/AFR/Q4/2019-20

27th June, 2020

Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor, Plot No. C/1
G Block, Bandra-Kurla Complex, Bandra (E)
Mumbai - 400051

Listing Department
BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai - 400001

Company Symbol : PRAKASH

Company Code : 506022

Sub.: Outcome of Board Meeting

Dear Sir,

We would like to inform you that the Board of Directors of the Company in its meeting held on 27th June, 2020 have approved the following:

1. Financial Results :
 - i) Audited Financial Results for the quarter and year ended 31st March, 2020. Copies of the said results are enclosed
 - ii) Audited Statement of Assets and Liabilities as at 31st March, 2020
 - iii) Auditor's report on the Audited Financial Results for the Financial year ended on 31st March, 2020
 - iv) Statement of impact of Audit Qualifications on Standalone Financial results for the Financial Year ended on 31st March, 2020
2. Press release on the financial results for the quarter and year ended 31st March, 2020 and key business highlights. Copy of the said press release is also enclosed

The Board Meeting commenced at 4.00 P.M. and concluded at 5.15 P.M.

This information is pursuant to Regulation 33, 52, & 30 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations, 2015.

This is for your information and record.

Thanking you,

Yours faithfully,
For **Prakash Industries Limited**

Ashwini Kumar

Ashwini Kumar
Company Secretary

Encls : as above



Prakash Industries Limited

(CIN : L27109HR1980PLC010724)

Regd. Office : 15 Km. Stone, Delhi Road, Hissar -125044 (Haryana)

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Statement of Audited Financial Results for the quarter/year ended 31st March, 2020

(₹ in lakhs)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.20	31.12.19	31.03.19	31.03.20	31.03.19
		Audited	Unaudited	Audited	Audited	
1	Revenue from operations					
	Sales/ Income from operations	64,730	73,862	88,467	2,97,364	3,58,751
	Total Revenue from operations	64,730	73,862	88,467	2,97,364	3,58,751
2	Other Income	261	131	307	695	757
3	Total Income (1+2)	64,991	73,993	88,774	2,98,059	3,59,508
4	Expenses					
	a) Cost of material consumed	43,237	47,119	53,964	1,95,642	2,13,735
	b) Changes in inventories of finished goods and work-in-progress	(1593)	1,752	(1662)	1568	(933)
	c) Employee benefits expense	5,490	6,870	5,411	24,179	21,209
	d) Finance costs	2,598	2,051	2,477	9,274	10,053
	e) Depreciation and amortisation expense	3,881	3,772	3,387	14,487	13,398
	f) Other expenses	9,569	9,433	12,531	41,090	46,132
	Total expenses	63,182	70,997	76,108	2,86,240	3,03,594
5	Profit before Exceptional items and Tax(3-4)	1,809	2,996	12,666	11,819	55,914
6	Exceptional items (refer note 5)	-	-	649	2,400	649
	Less: Transfer from General Reserve	-	-	-	(2,400)	-
7	Profit before tax(5-6)	1,809	2,996	12,017	11,819	55,265
8	Tax expenses					
	-Current Tax(MAT)	312	461	(5,671)	1,574	3,784
	-Earlier years Tax	-	-	-	-	114
	-MAT Credit Entitlement	(312)	(461)	5059	(1574)	(2555)
	Total Tax expense	-	-	(612)	-	1343
9	Profit after tax(7-8)	1,809	2,996	12,629	11,819	53,922
10	Other Comprehensive Income					
	a) Items that will not be reclassified to Profit or loss					
	-Remeasurement of defined benefit plans	(77)	(112)	(251)	(414)	(409)
	-Income tax relating to items that will not be reclassified to profit and loss*	-	-	-	-	-
		(77)	(112)	(251)	(414)	(409)
11	Total Comprehensive Income for the period (9+10)	1,732	2,884	12,378	11,405	53,513
12	Paid up Equity Share Capital (Face Value ₹10 per Share)	17,126	17,126	16,335	17,126	16,335
13	Earning Per Share (Face value of ₹ 10 each)					
	Before Exceptional Items					
	(a) Basic ₹	1.05	1.75	8.12	6.97	33.81
	(b) Diluted ₹	0.97	1.62	7.15	6.44	29.15
	After Exceptional Items					
	(a) Basic ₹	1.05	1.75	7.72	6.97	33.41
	(b) Diluted ₹	0.97	1.62	6.80	6.44	28.80
	(figures for the quarter/year ended not annualised)					

*Deferred tax liability is adjusted against Securities Premium Account in terms of an order of the High Court.



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Audited Segment Information for the quarter/year ended 31st March, 2020

(₹ in lakhs)

S.No.	Particulars	Quarter Ended			Year ended	
		31.03.20	31.12.19	31.03.19	31.03.20	31.03.19
		Audited	Unaudited	Audited	Audited	
1	Segment Revenue					
	a) Power	79	98	20,670	399	79,723
	b) Iron & Steel	64,651	73,764	88,384	2,96,965	3,58,364
	Total	64,730	73,862	1,09,054	2,97,364	4,38,087
	Less : Inter Segment Revenue	-	-	20,587	-	79,336
	Sales/Revenue from Operations	64,730	73,862	88,467	2,97,364	3,58,751
2	Segment Results					
	Profit before tax and interest from each segment:					
	a) Power	37	53	12,655	241	50,898
	b) Iron & Steel	4370	4,994	2,488	20,852	15,069
	Total	4,407	5,047	15,143	21,093	65,967
	Less: Financial Costs	2,598	2,051	2,477	9,274	10,053
	Exceptional Items	-	-	649	-	649
	Total Profit before tax	1,809	2,996	12,017	11,819	55,265
3	Segment Assets					
	a) Power	135	165	1,17,324	135	1,17,324
	b) Iron & Steel	3,86,284	3,93,487	2,64,249	3,86,284	2,64,249
	d) Unallocated	630	1,462	12,504	630	12,504
	Total	3,87,049	3,95,114	3,94,077	3,87,049	3,94,077
	Segment Liabilities					
	a) Power	30	32	29,411	30	29,411
	b) Iron & Steel	87,559	97,169	69,566	87,559	69,566
	d) Unallocated	9,041	7,945	9,740	9,041	9,740
	Total	96,630	1,05,146	1,08,717	96,630	1,08,717



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Audited Statement of Assets and Liabilities

(₹ in lakhs)

PARTICULARS	As at March 31, 2020	As at March 31, 2019
ASSETS		
Non Current Assets		
(a)Property, Plant and Equipment	2,90,302	2,35,730
(b)Capital Work-in-progress	17,070	71,024
(c)Intangible Assets	10,951	-
(d)Financial Assets		
(i)Other Financial Assets	6,372	6,425
(e)Other Non Current Assets	6,302	7,278
(f)Deferred Tax Assets	493	12,504
Total Non-current Assets	3,31,490	3,32,961
Current Assets		
(a)Inventories	13,691	23,331
(b)Financial Assets		
(i)Trade Receivable	19,484	15,044
(ii)Cash and Cash Equivalents	2,968	1,562
(iii)Bank Balances other than (ii) above	2,934	2,852
(iv)Loan	467	-
(v)Other Financial Assets	7,408	5,512
(c)Other Current Assets	8,608	12,815
Total Current Assets	55,560	61,116
TOTAL ASSETS	3,87,050	3,94,077
EQUITY AND LIABILITIES		
Equity		
(a)Equity Share Capital	17,126	16,335
(b)Other Equity	2,73,293	2,69,025
Total Equity	2,90,419	2,85,360
LIABILITIES		
Non Current Liabilities		
(a)Financial Liabilities		
(i)Borrowings	37,076	43,553
(b)Provisions	4,691	3,887
Total Non Current-Liabilities	41,767	47,440
Current Liabilities		
(a)Financial Liabilities		
(i)Borrowings	13,430	15,101
(ii)Trade Payables		
(a) total outstanding dues of micro and small enterprises	3,090	3,053
(b) total outstanding dues other than (ii) (a) above	11,315	11,784
(iii)Other Financial Liabilities	16,623	14,562
(b)Other current Liabilities	6,192	10,924
(c)Provisions	2,257	1,938
(d)Current tax Liabilities	1,957	3,915
Total Current Liabilities	54,864	61,277
TOTAL EQUITY AND LIABILITIES	3,87,050	3,94,077

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Statement of Cash Flow for the year ended 31st March 2020

(₹ in lakhs)

PARTICULARS	For the Year ended 31st March, 2020		For the Year ended 31st March, 2019	
A. Cash Flow From Operating Activities :				
Profit before tax		11,819		55,265
Adjustments for				
Provision for employee benefit	497		429	
Allowance for doubtful debts and advances	257		390	
Depreciation and amortisation expenses	14,487		13,398	
Interest & Other Income	(660)		(652)	
(profit)/Loss on sale of fixed assets	(2)		58	
Financial Costs	9,274	23,853	10,053	23,676
Operating Profit before working Capital changes		35,672		78,941
Adjustments for				
Trade receivables	(4,513)		(8,042)	
Other financial assets	(1,848)		(2,656)	
Other current assets	4,022		(4,449)	
Inventories	9,640		(222)	
Trade payable and other financial liabilities	844		2,894	
Other current liabilities	(4,928)	3,217	7,100	(5,375)
Cash flow generated from operations before exceptional items		38,889		73,566
Add: Exceptional Item		-		649
Direct Taxes Paid (Net of refund)		77		4,620
Net Cash from operating activities		38,812		69,595
B. Cash Flow From Investing Activities:				
Sale proceeds of fixed assets		5		34
Payment for Property, Plant and Equipment		(24,904)		(53,513)
Interest and other income received		669		583
Changes in Term deposits with banks		(553)		(586)
Net cash used in investing activities		(24,783)		(53,482)
C. Cash Flow From Financing Activities :				
Money received against Share warrants		8,142		5,102
Proceeds/(Repayments) from borrowings (Net)		(9,636)		(12,787)
Dividend Paid		(2,055)		-
Finance expenses paid		(9,074)		(9,181)
Net Cash from financing activities		(12,623)		(16,866)
Net Changes in Cash & Cash equivalents (A+B+C)		1,406		(753)
Opening balance of Cash & Cash equivalents		1,562		2,349
Less: Adjustment due to business combination		-		34
Opening balance of Cash & Cash equivalents		1,562		2,315
Closing balance of Cash & Cash equivalents				
Balance with Current Accounts		2,941		1,433
Cheque, Drafts on hands		1		108
Cash on hands		26		21
		2,968		1,562



Notes

1. The audited financial results for the quarter and year ended 31st March, 2020 have been reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their respective meeting held on 27th June, 2020. The Statutory Auditors have conducted an audit of these results in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015[SEBI](LODR).
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. During the year ended 31st March, 2020 the Company has allotted 79,17,023 equity shares on conversion of share warrants.
4. Effective 1st April, 2019, the Company has adopted Ind AS 116 "Leases", applied to the lease contract existing on 1st April, 2019 using the modified retrospective method. The effect of this adoption is not material to the profit for the period and earnings per share.
5. Exceptional items represent liability of Rs.2400 lakhs being amount paid / to be paid pursuant to a settlement of a claim through mediation in a court which has been adjusted by withdrawing an equivalent amount from the general reserve.
6. The deferred tax liability of Rs. 883 lakhs and Rs.5,326 for the quarter and year ended on 31st March, 2020 respectively has been adjusted against Securities Premium Account in terms of a court order. Further, unused MAT Credit Entitlement utilized during the year for the net increased tax liability of previous financial year, determined at the time of filing of return of income, aggregating to Rs. 4,078 lakhs have been adjusted against the opening balance of retained earnings.
7. The Manufacturing facilities of the Company in Champa and Raipur were shut down on 25th March, 2020 following countrywide lockdown due to COVID-19. With easing of some restrictions, the Company restarted the integrated steel making operations at the Champa plant and Wire Rod/TMT making at Raipur plant with effect from 24th April, 2020.
8. Based on initial assessment, the Management does not expect any significant medium to long-term impact on the business of the Company due to the COVID-19 pandemic. The Company has evaluated the possible effects on the carrying amounts of property, plant and equipment, inventory and receivables basis the internal and external sources of information and determined, exercising reasonable estimates and judgements, that the carrying amounts of these assets are recoverable. Having regard to the above, and the Company's liquidity position, there is no material uncertainty in meeting the financial obligations over the foreseeable future.
9. The entire power generated by its power plant at Champa is used captively only by the Company in its production processes of iron & steel. Therefore, in terms of Para 12 of Ind As 108, the management has decided to aggregate captive power into primary business operating segment i.e. "Iron & Steel" with effect from 1st April, 2019. Accordingly, figures of captive power generation business has been combined into one reportable segment of Iron & Steel business. Power segment results now represent the wind power business only and are not comparable with the figures of previous periods.



10. The figures for the quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between audited figures in respect of the full financial year and unaudited year to date published figures up to the third quarter ended 31st December, 2019 and 31st December, 2018 respectively .
11. Previous period's figures have been regrouped / reclassified, wherever considered necessary to make them comparable.

Place: New Delhi

Date: 27th June, 2020

By order of the Board


Vikram Agarwal

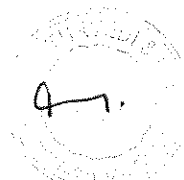
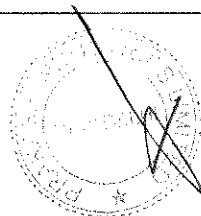
Managing Director


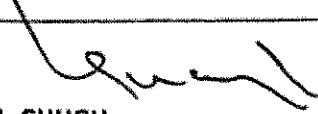
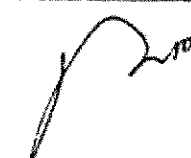



STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020

[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures(as reported before adjusting qualifications) (Rs in Lakhs)	Adjusted Figures(audited figures after adjusting for qualifications) (Rs in Lakhs)
	1.	Turnover/Total Income	2,98,059	2,98,059
	2.	Total Expenditure	2,86,240	2,86,240
	3.	Net Profit/(Loss)	11,819	15
	4.	Earnings Per Share(in Rs)	6.97	-
	5.	Total Assets	3,87,050	3,87,050
	6.	Total Liabilities	96,631	96,631
	7.	Net Worth	2,87,569	2,87,569
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: <ol style="list-style-type: none"> 1. An adjustment of liability of Rs. 2,400 lakhs being amount paid/payable pursuant to a settlement of claim by the Company through mediation in court, by withdrawing an equivalent amount from general reserve. Had this adjustment not been made, net profit after tax and total comprehensive after tax for the year ended on March 31, 2020 would have been lower by Rs. 2,400 lakhs. 2. The deferred tax liability of Rs 883 lakhs and Rs.5,326 for the quarter and year ended on March 31, 2020 respectively has been adjusted against Securities Premium Account in terms of a court order. Further, unused MAT Credit Entitlement utilized during the year for the net increased tax liability of previous financial year, determined at the time of filing of return of income, aggregating to Rs. 4,078 lakhs have been adjusted against the opening balance of retained earnings. Had the current tax and deferred tax been accounted for pursuant to Ind AS -12 'Income Taxes', tax expense would have been higher by Rs 9,404 lakhs and net profit and total comprehensive income after tax for the quarter and year ended on March 31, 2020 would have been lower by Rs.4,961 lakhs and Rs. Rs. 9,404 lakhs respectively. 			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: <p>Qualification (i) has been appearing from the financial year ended March 31, 2016 and qualification (ii) has been appearing from the financial year ended March 31, 2020</p>			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: <ol style="list-style-type: none"> 1. The expenditure amounting to Rs. 2400 lakhs being amount paid/payable pursuant to a settlement of claim through mediation in court, has been written off by withdrawing an equivalent amount from General Reserve as the claim pertains to an earlier year. 2. The net deferred tax liability computed in terms of Ind AS-12 "Income Tax" amounting to Rs. 5,326 Lakhs has been adjusted against Securities Premium Account. This has been in terms of Hon'ble Punjab & Haryana High Court order dated 23rd August 2007. <p>The company has utilized Minimum Alternate Tax (MAT) credit amounting Rs. 4078 lakhs to settle the income tax liabilities of the previous financial year, the same is set off against the retained earnings.</p>			



	e. For Audit Qualification(s) where the Impact is not quantified by the auditor:	
	(i) Management's estimation on the impact of audit qualification:	
	(ii) If management is unable to estimate the Impact, reasons for the same:	
	(iii) Auditors' Comments on (i) or (ii) above:	
III.	Signatories :	
	 Vikram Agarwal Managing Director	 Y.N. CHUGH Audit Committee Chairman For Chaturvedi & Company Chartered Accountants (Registration No. 302137E)
	 P. L. Gupta Whole Time Director & CFO	 Pankaj Chaturvedi Partner

Date : 27 June, 2020
Place: New Delhi



CHATURVEDI & CO.

Chartered Accountants

406 KUSAL BAZAR, 32-33 NEHRU PLACE, NEW DELHI-110019

Phone: 011-41048438

E-mail: delhi@chaturvedico.com * Website: www.chaturvedico.com

Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
PRAKASH INDUSTRIES LIMITED

Report on the audit of the Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date financial results of PRAKASH INDUSTRIES LIMITED (the "Company") for the quarter ended and for the year ended March 31, 2020 ("Statement"), 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- is presented in accordance with the requirements of the Listing Regulations in this regard; and

- Except for the possible effects of the matters described in "Basis for Qualified Opinion", gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

Basis for Qualified Opinion

We refer:

- Note 5 to the statement of financial results, in respect of adjustment of liability of Rs. 2,400 lakhs being amount paid/payable pursuant to a settlement of claim by the Company through mediation in court, by withdrawing an equivalent amount from general reserve. Had this adjustment not been made, net profit after tax and total comprehensive after tax for the year ended on March 31, 2020 would have been lower by Rs. 2,400 lakhs.
- Note 6 to the statement of financial results, wherein the deferred tax liability of Rs 883 lakhs and Rs.5,326 for the quarter and year ended on March 31, 2020 respectively has been adjusted against Securities Premium Account in terms of a court order. Further, unused MAT Credit Entitlement utilized during the year for the net increased tax liability of previous financial year, determined at the time of filing of return of income, aggregating to Rs. 4,078 lakhs have been adjusted against the opening balance of retained earnings. Had the current tax and deferred tax been accounted for pursuant to Ind AS -12 'Income Taxes', tax expense would have been higher by Rs 9,404 lakhs and net profit and total comprehensive income after tax for the quarter and year ended on March 31, 2020 would have been lower by Rs.4,961 lakhs and Rs. Rs. 9,404 lakhs respectively.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("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



statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Statement as a whole is 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 the Statement.

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 Statement, 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- 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 Statement, including the disclosures, and whether the Statement represents 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.

Other Matter

1. Note No 7 and 8 to the statement of financial results, which describes the impact of Covid-19 pandemic on the Company's operation and results as assessed by the management. Further, due to Covid-19 related lock down restrictions, management was able to perform year end physical verification of inventory at all production units, subsequent to the year end. Also, we were not able to physically observe the verification of inventory that was carried out by the management. Consequently, we have performed alternative procedures to audit the existence of inventory as per the guidance provided in SA-501 "Audit Evidence-Specific Considerations for Selected Items" and have obtained sufficient audit evidence to issue our modified opinion on these financial results.
2. The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For CHATURVEDI & CO.
Chartered Accountant
Firm Registration No. 302137E



PANKAJ CHATURVEDI
Partner
Membership No. 091239

Place of Signature: New Delhi
June 27, 2020



UDIN: 20091239AAAAAL1847

Date: 27th June, 2020**PRAKASH INDUSTRIES LIMITED****FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH, 2020**

During the year, the Company has achieved Net Sales of ₹ 2,974 crores and EBITDA of ₹ 356 crores. After providing for interest, depreciation and tax, the Net Profit of the Company for the year is ₹ 114 crores.

Highlights:

- **Record Sponge Iron Production**

The Sponge Iron division achieved its highest ever production of 8.2 lakh tonnes during FY2020, up by around 9% over the last financial year, as the newly commissioned 6th Sponge Iron Rotary kiln started commercial production during the year.

- **Expansion in Steel Melting Shop (SMS) capacity**

The Company expanded the installed capacity in its SMS division by commissioning 4 nos. new energy efficient Induction Furnaces. The enhanced capacity now stands at 1.176 million tonnes per annum. The installation of these Induction Furnaces will result in further cost savings to the Company.

- **Additional Coal Linkage**


The Company secured additional allocation of long-term Coal linkage of 1.69 lacs MT per annum for the next 5 years for its 6th Sponge Iron Kiln.

- **Commencement of Captive Iron Ore Mining operations**

The Company recently commenced the commercial extraction of Iron Ore at its Sirkaguttu Iron Ore Mine in the state of Odisha. This is an important mile stone for the Company and will result in cost reduction as it is the key input for steel making.

- **Outlook**

The demand for Company's long products has been steady since May'20 due to timely restart of plant operations backed by re-commencement of infrastructure & construction activities across the country.


Abhinav Kumar

Disclaimer: This release contains forward-looking statements based on the currently held beliefs and assumptions of the management of Prakash Industries Limited (PIL), which are expressed in good faith and, in their opinion, reasonable. Forward looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual results, financial condition, performance, or industry results, to differ materially from the results or performance implied by such forward-looking statements. Given these risks, uncertainties and other factors, recipients of this document are cautioned not to place undue reliance on these forward-looking statements.