

Monnet Ispat & Energy Limited

(Joint Venture Company by AION & JSW Steel Limited)

Village & P.O.: Naharpali, Tehsil.: Kharsia, Raigarh – 496 661 (Chhattisgarh)

CIN : L02710CT1990PLC009826, GST : 22AAACM0501D1ZK

Phone : +91 7762 275 502 / 03 / 04, Fax : +91 7762 275 505 , +91 7762 391 510

E-mail : raigarh@aionjsw.in, Website : www.aionjsw.in

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MIEL/CS/2018-19/MH/

January 21, 2019

DGM-Deptt. of Corporate Services
BSE limited
Phiroze Jeejeebhoy Towers, Dalal Street,
MUMBAI-400001

Listing Department
National Stock Exchange of India
'Exchange Plaza', Bandra Kurla Complex
MUMBAI-400051

Listing Department
Calcutta Stock Exchange limited
"7, Lyons Range,
KOLKAT A-700001,

BSE Scrip Code: 513446 / NSE Scrip Code: AIONJSW

SUB: Un-audited Financial Results for the Quarter and Nine-Months ended 31st December, 2018

Dear Sir,

Pursuant to Regulation 30 and 33 of SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. 21st January, 2019, has, inter alia approved the Un-audited Financial Results for the quarter and nine months ended 31st December, 2018, upon recommendation of the Audit Committee. A certified copy of the said results along with the Limited Review Report of Statutory Auditors is enclosed.

The meeting commenced at 02:00 p.m. and concluded at 06:50 p.m. on the same day.

This is for your information and record.

Thanking you,

Yours faithfully,

For MONNET ISPAT AND ENERGY LIMITED


(D. RAVICHANDAR)
WHOLE-TIME DIRECTOR

Corporate Office: MONNET HOUSE, 11 Masjid Moth, Greater Kailash Part II, New Delhi- 110 048
Phone : +91 11-2921 8542 / 43 / 44/ 45 / 46, Fax : +91 11 2921 8541, E-mail : aionjsw@aionjsw.in

Regd. Office & Works: Monnet Marg, Mandir Hasaud, Raipur- 492 101 (Chhattisgarh)
Phone : +91 771 2471 334 to 339, Fax: +91 771 2471 250, E-mail : raipur@aionjsw.in

MONNET ISPAT & ENERGY LIMITED

Corporate Office : MONNET HOUSE, 11 Masjid Moth, Greater Kailash Part II, New Delhi - 110048

Regd. Office : Monnet Marg, Mandir Hasaud, Raipur - 492 101 (Chhattisgarh)

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CIN No. L02710CT1990PLC009826

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2018

(Rs. in Crore, except per share data)

Sl No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	(a) Gross sales	491.61	417.97	316.75	1,341.79	977.82	1,410.93
	(b) Other operating income	2.21	1.75	3.73	4.80	5.40	8.16
	Revenue from operations (net)	493.82	419.72	320.48	1,346.59	983.22	1,419.09
	Other income	5.25	3.31	1.94	19.49	7.03	12.14
	Total income	499.07	423.03	322.42	1,366.08	990.25	1,431.23
2	Expenses						
	(a) Cost of materials consumed	408.68	374.44	267.58	1,148.05	739.09	1,097.60
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(25.01)	(41.44)	(3.28)	(84.42)	(6.70)	(24.19)
	(c) Employee benefits expense	21.88	19.03	18.84	60.14	61.59	73.79
	(d) Finance costs	48.97	16.04	302.46	391.93	871.50	1,181.66
	(e) Depreciation and amortization expense	55.54	81.57	89.86	224.68	269.69	351.61
	(f) Excise duty	-	-	-	-	35.82	35.83
	(g) Other expenses	66.67	60.14	43.56	179.85	121.54	175.36
	Total Expenses	576.73	509.78	719.02	1,920.23	2,092.53	2,891.66
3	Loss from operations before exceptional items and tax (1-2)	(77.66)	(86.75)	(396.60)	(554.15)	(1,102.28)	(1,460.43)
4	Exceptional items (refer note 2)	-	2,772.81	-	2,772.81	47.62	440.53
5	Loss before tax (3-4)	(77.66)	(2,859.56)	(396.60)	(3,326.96)	(1,149.90)	(1,900.96)
6	Tax expense:						
	(i) Current tax	-	-	-	-	-	-
	(ii) Deferred tax	-	-	-	-	-	-
7	Loss for the period / year (5-6)	(77.66)	(2,859.56)	(396.60)	(3,326.96)	(1,149.90)	(1,900.96)
8	Other comprehensive income						
	(i) Items that will not be reclassified to profit or loss	(0.22)	0.29	1.24	(1.80)	1.56	(30.84)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	-	-	-	-	-	-
	(iii) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(iv) Income tax relating to items that will be reclassified to profit and loss	-	-	-	-	-	-
9	Total comprehensive loss for the period/year (7+8)	(77.88)	(2,859.27)	(395.36)	(3,328.76)	(1,148.34)	(1,931.80)
10	Paid-up equity share capital (face value Rs. 10/- per share fully paid-up)	469.55	469.55	200.77	469.55	200.77	200.77
11	Reserve excluding revaluation reserve as per balance sheet of previous accounting year						(3,278.48)
12	Earnings per share (EPS) of Rs. 10/- each (not annualized)						
	Basic	(1.66)	(103.60)	(19.75)	(99.99)	(57.27)	(94.68)
	Diluted	(1.66)	(103.60)	(19.75)	(99.99)	(57.27)	(94.68)



Notes:

1. Pursuant to the corporate insolvency resolution process under the Insolvency and Bankruptcy Code, 2016 initiated on 18 July 2017, the National Company Law Tribunal (NCLT) on 24 July 2018 (Order date) approved (with modifications), the Resolution Plan (the Plan) submitted by the consortium of JSW Steel Limited and AION Investments Private II Limited, which, inter alia, resulted in the following:

- (a) Extinguishment of 5,07,32,841 equity shares of Rs. 10 each and 1,75,00,000 preference shares of Rs. 100 each held by the erstwhile promoters.
- (b) Reduction in the face value of the balance 36,52,33,620 equity shares (including the equity shares issued under (c) and (d) below) held by the non-promoter equity shareholders to Rs. 3.30 per share and their consolidation into 12,05,27,534 equity shares of Rs. 10 each.
- (c) Settlement of debts of financial creditors amounting to Rs. 10,247.86 crores, partly by issue of 20,00,56,892 equity shares of Rs. 10 each, partly by cash payment of Rs. 2,457.00 crores, and partly by the effective purchase of the remaining debt, (on deemed conversion into Optionally Convertible Preference shares), for a sum of Rs. 199.85 crores by a company of the consortium, Milloret Steel Limited (MSL).
- (d) Settlement of corporate guarantees issued to financial creditors amounting to Rs 767.05 crores, partly by issue of 1,51,41,327 equity shares of Rs. 10 each and cash payment of Rs. 20.07 crores.
- (e) Settlement of operational creditors, (other than employees and workmen), amounting to Rs. 114.81 crores for a sum of Rs. 25 crores payable by the Company within one year from the Order date.
- (f) Extinguishment of other current and non-current liabilities amounting to Rs. 128.36 crores standing as on the Order date.
- (g) Extinguishment of all contingent liabilities, commitments and other claims and obligations including all taxes and other government dues standing as on the effective date (i.e. 31 August 2018).
- (h) Merger of MSL into the Company, resulting in the extinguishment of the deemed Optionally Convertible Preference shares, contemporaneously with (c) above. The shareholders of MSL were issued 34,90,20,000 equity shares of Rs 10 each and 52,59,80,000 Compulsorily Convertible preference shares of Rs 10 each.

Consequent to the foregoing, as on the effective date, the Equity Share Capital, the Preference Share Capital and the Reserves and Surplus stood at Rs. 469.55 crores, Rs. 525.98 crores and Rs. 5,315.53 crores respectively.

2. Exceptional items for the nine months ended 31 December 2018 comprise of:

- (a) Impairment of property plant and equipment amounting to Rs. 2,440.93 crores, which has been recognized based on the recoverable value of these assets.
- (b) Impairment of investments, inventories, receivables, current and non-current assets aggregating to Rs. 1,558.37 crores considered not realizable.
- (c) Write back of current and non-current liabilities, including those described in Note 1 above, aggregating to Rs. 1,226.49 crores.



3. Post the implementation of GST with effect from 1 July 2017, Revenue from operations is required to be presented net of GST. Accordingly, Revenue from operations for the nine months ended 31 December 2018 is not comparable to the nine months ended 31 December 2017.
4. (a) Consequent to impairment of fixed assets recognized in books on 31 August 2018, as mentioned in 2(a) above, the depreciation charge for the quarter and nine months ended 31 December, 2018 is lower by Rs.34.32 crores and Rs.45.01 crores respectively.
(b) The Company's iron and steel making operations (excluding the sponge iron plant) at Raigarh plant were not in operation since June 2016. During the quarter, the Company has restarted the pellet plant operations.
5. The Company is in the business of manufacturing steel products and allied products having similar characteristics and reviewed by the Chief Operating Decision Maker for assessment of Company's performance and resource allocation. Accordingly, the Company has only one reportable operating segment as per Ind AS 108 - Operating Segments.
6. Effective 1 April, 2018, the Company has adopted Ind AS 115 'Revenue from Contracts with Customers'. The application of Ind AS 115 did not have any material impact on the financial results of the Company.
7. The figures for the corresponding previous periods have been restated / regrouped wherever necessary to make them comparable.
8. The above results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on 21 January 2019. The Statutory Auditors have carried out a Limited Review of the results for the quarter and nine months ended 31 December 2018.

 For Monnet Ispat & Energy Limited

Ravichandrar Moorthy Dhakshana
Whole-Time Director
21 January 2019


Rajeev Rayan.
M.NO. - 535395



APAS & Co.
CHARTERED ACCOUNTANTS

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K A L K A J I E X T E N S I O N
N E W D E L H I - 1 1 0 0 1 9
T E L . : 0 1 1 - 2 6 2 3 9 0 7 9

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE BOARD OF DIRECTORS OF MONNET ISPAT & ENERGY LIMITED

We have reviewed the accompanying statement of unaudited Standalone Financial Results of **M/s Monnet Ispat & Energy Limited** ("the company") for the quarter and nine months ended 31st December, 2018 attached herewith ("the statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This statement is the responsibility of the Company's Management. Our responsibility is to issue a report on the statement based on our review.

We conducted our review of the statement 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 statement is 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.

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 Accounting Standards i.e., Ind AS prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For APAS & CO.
CHARTERED ACCOUNTANTS
Firm Regn.No.000340C



Rajeev Ranjan

(RAJEEV RANJAN)
PARTNER
M.No. 535395

PLACE : Mumbai
DATED : 21-01-2019