

February 13, 2021

To
The Manager
Department of Corporate Services
BSE Limited
Phiroze Jeejeeboy Towers
Dalal Street, Fort,
Mumbai - 400 001

BSE Scrip Code: 540080

Sub: Outcome of Board Meeting held on February 13, 2021

Dear Sir/Madam,

This is further to our letter dated February 5, 2021, intimating the date of Board Meeting for consideration of unaudited standalone and consolidated financial results for the quarter ended 31st December, 2020.

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we would like to inform you that the Board of Directors in their meeting held today have approved:

1. Compliances under SEBI Regulations for the quarter ended 31st December, 2020
2. Unaudited standalone and consolidated financial results for the quarter ended 31st December, 2020
3. A certified Limited Review Report on Standalone and Consolidated Financial Results for the quarter ended December 31, 2020

In terms of Regulation 30 read with regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we are enclosing a copy of said unaudited financial results along with a copy of Limited Review Report issued by Statutory Auditors of the Company.

We are arranging to publish these results in the newspapers as per Regulation 47 of Listing Regulations. The said results along with the independent limited review report is available on the website of the Company at www.narayanisteels.com

The meeting commenced at 08.30 PM and ended at 10.30 PM.

Please take the above information on record.

Yours Faithfully
For NARAYANI STEELS LIMITED

Arun Kumar Meher

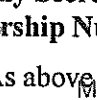
Arun Kumar Meher
Company Secretary and Compliance Officer
Membership Number: A48598



Steel



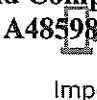
Coal



Minerals



Import



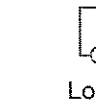
Export



Logistics



Warehousing



Agriculture



Brokerage

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

**Review Report to
The Board of Directors
Narayani Steels Limited**

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Narayani Steels Limited** ("the Company"), for the quarter ended December 31st, 2020 ("the Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended (the "Listing Regulations 2015").

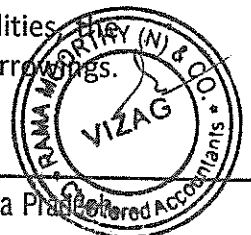
This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

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 statement is free of material misstatement. A review is limited primarily to inquire of the 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.

Emphasis of Matter

We draw attention to the following matters –

1. As stated in Note 4 to the unaudited standalone financial results which explain the uncertainties and the management's assessment of the financial impact due to the COVID-19 pandemic situation and consequential restrictions, for which a definitive assessment of the impact in the subsequent period is highly dependent upon future developments. The pandemic has caused significant impact on the performance of the Company.
2. As stated in Note 5 to the unaudited standalone financial results, the Bankers have classified its advance to Company as NPA and are not charging interest or have reversed the interest earlier charged. In order to account all probable liabilities management in its best judgement has provided interest on such borrowings.



Restructure proposal submitted by the Company is under active consideration by the Bank.

3. As stated in Note 9 to the unaudited standalone financial results, the Company has been able to obtain account confirmations in respect of some of Trade Receivables as at December 31st, 2020. In the absence of confirmation, for other portion provision to be made for adverse variation in the carrying amounts of Trade Receivables is provided in the Books under expected Credit Risk amounting to Rs.13.28 Crores. The management, however, is confident that on confirmation/ reconciliation, there will not be any material impact on the State of Affairs as stated in the said Note.
4. As stated in Note 12 to the unaudited standalone financial results, the Contingent liabilities amounting to Rs.45.25 Crores is disclosed on account of Collaterals given on behalf of Associates of the Company.

Our opinion is not modified in respect of these above matters.

Basis of Qualified Conclusion:

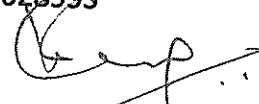
We draw attention to Note 10 to the unaudited consolidated financial results that there has been no realisation from Sundry Debtors during past 18 months. Therefore we express that there is no reasonable certainty of realisation as to its timing and collection of Sundry Debtors of Rs. 16,636.93Lakhs as on 31.12.2020. The Non-Realisation of Sundry Debtors has resulted in Bank loans becoming NPA in the Banks. The interest burden is mounting at a faster rate. The annual interest accrued on Bank outstanding continue to be the reason for the Financial Loss and denting the net worth of the Company. We are unable to quantify the amount of doubtful debtors and the sufficiency or otherwise of Provision made therefore in the given circumstances.

Qualified Conclusion:

Based on our review, with the exception of the matter described in the preceeding paragraph, nothing has come to our attention that causes us to believe that the Statement read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For RAMAMOORTHY (N) & CO.,
Chartered Accountants**

FRN: 028995



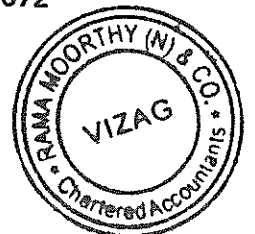
**(K. Ramachandra Rao)
Partner**

Membership No: 201334

UDIN: 21201334AAAABD6672

Date: 13.02.2021

Place: Visakhapatnam



NARAYANI STEELS LIMITED

(CIN: L27109WB1996PLC082021)

Registered office : 23A, N.S.Road 7th Floor, Kolkata - 700001

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/ NINE MONTHS ENDED 31st DECEMBER, 2020

SL-NO.	PARTICULARS	(Rs. In Lakhs)					
		3 Months ended 31-12-2020 (Unaudited)	Preceding 3 Months ended 30-09-2020 (Unaudited)	Corresponding 3 months ended 31-12-2019 (Unaudited)	9 Months ended 31-12-2020 (Unaudited)	9 months ended 31-12-2019 (Unaudited)	Year Ended 31-03-2020 (Audited)
I	Revenue from operations	3,051.33	2,590.68	7,866.70	7,478.73	32,251.21	35,852.02
II	Other income	15.71	96.66	82.98	230.94	286.39	384.26
III	Total Revenue (I + II)	3,067.04	2,687.34	7,949.68	7,709.67	32,537.60	36,236.28
IV	EXPENSES:						
	Cost of Materials Consumed	263.63	567.98	1,785.27	1,979.06	5,027.40	5,954.43
	Purchase of Traded Goods	2,238.87	1,869.93	5,182.26	4,254.04	26,101.63	28,050.54
	Changes in Inventories of Finished & Traded Goods	344.87	(49.21)	806.39	495.84	(583.74)	293.65
	Impairment loss allowance	-	-	-	-	-	56.73
	Employee benefits expenses	136.26	149.97	127.54	396.33	371.66	502.90
	Finance Costs	969.17	461.70	636.96	2,302.14	1,620.66	2,305.80
	Depreciation and amortisation expenses	31.25	34.45	38.80	102.44	112.86	166.64
	Other expenses	1,028.27	507.29	436.05	1,715.29	1,757.78	3,710.85
	Total Expenses (IV)	5,012.32	3,542.11	9,013.27	11,245.14	34,408.25	41,041.54
V	PROFIT/ (LOSS) BEFORE PRIOR PERIOD ITEMS, EXCEPTIONAL ITEMS AND TAX (III-IV)	(1,945.29)	(854.77)	(1,063.59)	(3,535.48)	(1,870.65)	(4,805.26)
VI	Prior period items before tax	-	-	-	-	-	-
VII	Exceptional Item	-	-	-	-	-	-
VIII	PROFIT / (LOSS) BEFORE TAX (V-VI-VII)	(1,945.29)	(854.77)	(1,063.59)	(3,535.48)	(1,870.65)	(4,805.26)
IX	Tax Expenses						
	Current Tax	-	-	4.02	-	4.02	4.60
	Earlier Year Tax	-	-	-	-	-	-
	Deferred Tax	(649.90)	(283.66)	(380.99)	(1,176.20)	(649.08)	(1,678.34)
	Net Tax Expense	(649.90)	(283.66)	(376.97)	(1,176.20)	(645.06)	(1,673.74)
X	Profit / (Loss) for the period (VIII-IX)	(1,295.39)	(571.11)	(686.62)	(2,359.28)	(1,225.59)	(3,131.52)
	Other Comprehensive Income (net of tax)						
	Items that will not be reclassified to profit or loss	0.05	(0.05)	(0.04)	0.02	(0.62)	(2.49)
	Items that will be reclassified to profit or loss	-	-	-	-	-	-
XI	Total Other Comprehensive Income / (Loss) for the period (net of tax)	0.05	(0.05)	(0.04)	0.02	(0.62)	(2.49)
XII	PROFIT / (LOSS) FOR THE PERIOD (X+XI)	(1,295.34)	(571.16)	(686.66)	(2,359.26)	(1,226.21)	(3,134.01)
	Paid up equity share capital (in lakhs) (Face Value of Share - Rs 10/- per share)	1,090.90	1,090.90	1,090.90	1,090.90	1,090.90	1,090.90
	Other Equity (excluding Revaluation Reserves)	-	-	-	-	-	(6.13)
	Earnings Per Equity Share of Rs. 10/- each Basic & Diluted (in Rs.)	(11.87)	(5.24)	(6.29)	(21.63)	(11.24)	(28.73)
	See accompanying notes to the standalone financial results						

For and on behalf of the Board of Directors of Narayani Steels Limited

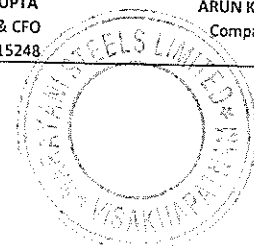
Ankit Gupta

ANKIT GUPTA
Director & CFO
DIN: 08415248

Arun Kumar Meher

ARUN KUMAR MEHER
Company Secretary

Place of Signature: Visakhapatnam
Dated: The 13th day of February, 2021



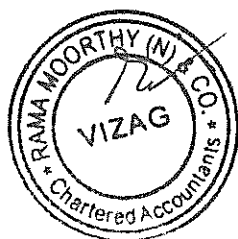
NARAYANI STEELS LIMITED
(CIN: L27109WB1996PLC082021)
Registered office: 23A, N.S.Road 7th floor, Kolkata-700 001

Notes to the Unaudited Standalone Financial Results:

1. The above unaudited financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the companies with (Indian Accounting Standards) (Amendment) Rules, 2016. The company adopted Ind AS from 1st April 2018, accordingly these financial results along with the comparatives have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under section 133 of The Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.
2. The above Unaudited Standalone Financial Results for the quarter ended December 31st, 2020 were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 13th February, 2021. The statutory auditors have carried out limited review on the above unaudited standalone financial results for the quarter ended December, 2020 and have expressed an modified opinion on the aforesaid results.
3. The Company has adopted Ind AS 116 "Leases" which is mandatory for the reporting periods beginning on or after 1st April, 2019 and applied the standard to all lease contracts existing on the date of initial application i.e., 1st April, 2019. The Company has used the modified retrospective approach for transitioning to Ind AS 116 with right-to-use asset measured as if Ind AS 116 has been applied since the commencement date of the contract. Accordingly, the Comparatives for the earlier periods have not been restated.
4. COVID-19 Pandemic has substantially impacted. Consequently, Company's manufacturing plants and offices had to be closed down for a considerable period of time upto the Quarter ended 31st December, 2020. As a result of the lockdown, the likely revenue from the month of October-December, 2020 has also been impacted. Consequently, the results of this quarter are not comparable with the results of the preceding quarter or corresponding quarter in the previous financial year. Continued lockdowns are likely to impact the Company operationally including on supply chain matters. Company is hopeful of full-fledged operations in its two plants from April, 2021.

Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of the financial statements including but not limited to its assessment of groups liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the realizable values of other assets. However, given the effect of this lockdown on the overall economic activity and in particular on the Iron and Steel related items Industry, the impact assessment of COVID-19 on the above mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements.

The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results. The Company is hopeful of reviving the present situation to a normalcy within a period of 24 Months.



5. The Company has, during the year, faced various disruptions due to stoppage of supply of materials by its largest Vendor i.e., RINL, fall in demand and prices of steel, volatility in iron & steel industry and stress over Channel finance and other borrowing accounts. One of major lender bank, Union Bank of India has issued notice dated 24th August 2020 u/s 13(2) of the SARFAESI Act of 2002 and sought to realize the entire outstanding amounts alleged to be Rs. 174.17 crores owing to them by the Company. There are 5 Channel Finance Lenders who are unsecured creditors whose liability after adjustment of Margin available with them is approx. Rs.34 crores in the Company Books before providing the provision for interest. The balance in the Books after providing interest is Rs. 37 crores. One of the 5 Lenders, namely Andhra Bank, got merged with Union Bank. The default can be attributed to non-realization of Debtors, substantial decrease in volume of business and sales on account of major disruption of supply.

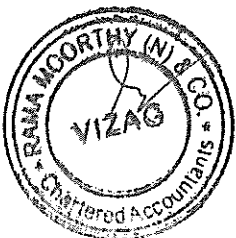
The Bank has stopped all the recovery proceedings consequential upon the submission of Action plan at the SGM office dt. 04.01.2021. Given the liquidity strain, the company has offered the bank that it would be in a position to attract some liquidity by sale of certain collaterals given to the bank as security. By liquidation of the same, the company would be able to redeem part of the debt. Apart from above, following are the brief of the proposal:

- The Company will deposit every month Rs.1.50 Crs to Rs.2.00 Crs from January 2021 onwards through collection from its customers. (This will yield around Rs 22.00 crores by March, 2022).
- The Company is always loyal to its bank and has requested Union bank to conduct fresh valuation of its collateral securities and requested to grant approval for disposal of 11 properties within the time lines with assured realization of Rs. 78.05 Crs or fresh value of the property or 120% of the existing value whichever is higher (This will yield around Rs. 78.05 crores by March 2022).
- The Company once again confirm that its own production activities will commence from April 2021 onwards where in its turnovers routing will start through Union Bank's Current Account only with a cutback of 5%. (This will yield around Rs. 7.00 crores by March 2022).

Also requested Union Bank to grant approval for development of residential property located at Jamshedpur in order to liquidate the liability at the earliest.

Despite the fact of COVID-19 and provision made for unsecured creditors in the restructure proposal, the ICICI Bank proceeded with NCLT, next hearing is scheduled on 24.02.2021.

6. The Bank facilities have been classified as Non- Performing Assets by various Banks and they are not charging interest or have reversed the interest earlier charged. However, in order to account all probable liabilities, the management in its best judgment has provided provision for interest on such borrowings.
7. In the absence of statements, Book balances in respect of some of the Banks have been considered for the purpose of preparation of these financials.
8. The Company is principally engaged in a single business segment of Manufacturing and Trading of Iron & Steel and its related products, accordingly there is no separate reportable segment as per Ind AS 108 "Operating Segment".
9. The Company has obtained Confirmation of Balances from its major Trade Receivables of approx. Rs. 101.79 crores as on 31.12.2020 including Rs. 87.15 crores transferred from SEIL to its Associate Company, namely Vizag Profiles Ltd by virtue of Joint understanding agreed in this regard. The Company



has agreed for transfer in order to improvise the early recovery of the dues from the major Trade Debtor. In other cases where, the Company did not receive the Letter of Confirmations from the parties, the management is following up with the parties for the letters of confirmations and in any case the management is hopeful that there would not be significant variation on account of non-receipt of such letters of confirmations. Company is providing for the Expected Credit Risk in addition to the Provision for Doubtful Debts as per general practice.

10. The Sundry Debtors are amounting to Rs. 16,636.93Lakhs as on 31.12.2020. Company has obtained confirmations for an amount of Rs. 10,085.55Lakhs. Company is hopeful of recovering the major portion of Sundry Debtors as promised by the major group of Debtors. The aging of Sundry Debtors is as under:

Particulars	Amount in Rs. (In lakhs)	
	as on 31.12.2020	
> 1 Year		14,621.81
< 1 Year		2,015.11
Total		16,636.93

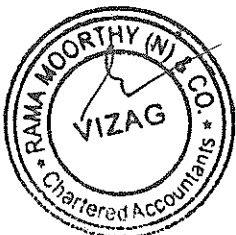
11. The Union Bank has appointed an Agency for Specialized Monitoring (ASM) for conducting the Audit on behalf of the Lending Institution. The functions are more akin to the functions of Internal Audit. In order to avoid duplication in functions of Internal Audit, the Company has not appointed any other firm for Internal Audit. The Audit by ASM is continued during the Quarter ending December, 2020.
12. The Company has given Corporate Guarantees on behalf of its Associate Companies and given collaterals to the Lending Institutions. The Banks have issued possession Notices to the Company for liquidating the Asset. A Contingent liability of Rs. 45.51 crores is disclosed in accounting ending on 31.03.2020 and the position remains the same as on 31.12.2020.
13. The Company has recognized Deferred Tax Assets on unabsorbed depreciation and business losses as the management is confident on its realisability.
14. Previous period/year figures have been re-grouped/ re-arranged, wherever necessary.

For and on behalf of the Board of Directors of Narayani Steels Limited

Place of Signature: Visakhapatnam
Dated: The 13th Day of February, 2021

Arun Kumar Meher
Company Secretary
M.No. ACS48598


Ankit Gupta
CFO and Director
DIN: 08415248



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

**Review Report to
The Board of Directors
Narayani Steels Limited**

We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of **Narayani Steels Limited** ("the Company"), and its share of the net loss after tax and total comprehensive income of its associate company for the quarter ended December 31, 2020 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared 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 , read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

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 statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33 (8) of the SEBI Listing Regulations, to the extent applicable.

Emphasis of Matter

We draw attention to the following matters –

1. As stated in Note 4 to the unaudited consolidated financial results which explains the uncertainties and the management's assessment of the financial impact due to the COVID-19 pandemic situation and consequential restrictions, for which a def

developments. The pandemic has caused significant impact on the performance of the Company.

2. As stated in Note 5 to the unaudited consolidated financial results, the Bankers have classified its advance to Company as NPA and are not charging interest or have reversed the interest earlier charged. In order to account all probable liabilities, the management in its best judgement has provided interest on such borrowings. Restructure proposal submitted by the Company is under active consideration by the Bank.
3. As stated in Note 9 to the unaudited consolidated financial results, the company and its associate have been able to obtain account confirmations in respect of some of Trade Receivables as at December 31st, 2020. In the absence of confirmation, for other portion provision to be made for adverse variation in the carrying amounts of Trade Receivables is provided in the Books under expected Credit Risk amounting to Rs. 13.28 Crores. The management, however, is confident that on confirmation/ reconciliation, there will not be any material impact on the state of affairs as stated in the said Note.
4. As stated in Note 12 to the unaudited consolidated financial results, the Contingent liabilities amounting to Rs.45.25 Crores is disclosed on account of Collaterals given on behalf of Associates of the Company.

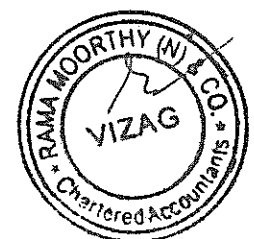
Our opinion is not modified in respect of these above matters.

Basis for Qualified Conclusion:

We draw attention to Note 10 to the unaudited consolidated financial results that there has been no realisation from Sundry Debtors during past 18 months. Therefore we express that there is no reasonable certainty of realisation as to its timing and collection of Sundry Debtors of Rs. 16,636.93 Lakhs as on 31.12.2020. The Non-Realisation of Sundry Debtors has resulted in Bank loans becoming NPA in the Banks. The interest burden is mounting at a faster rate. The annual interest accrued on Bank outstanding continue to be the reason for the Financial Loss and denting the net worth of the Company. We are unable to quantify the amount of doubtful debtors and the sufficiency or otherwise of Provision made therefore in the given circumstances.

Qualified Conclusion:

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the Statement read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.



The Statement includes the results of the following entity:

I. Hari Equipments Private Limited

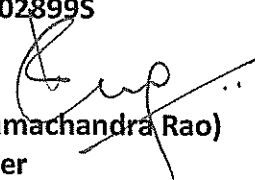
Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

The Consolidated unaudited financial results also includes the Company's share of net loss after tax (and total comprehensive income) of Rs. Nil for the quarter ended 31st December, 2020 in respect of an associate, whose financial results have not been reviewed by us. The unaudited financial statements of such associate has been furnished to us by the management and our opinion on the consolidated unaudited financial results for the half year ended 31st December, 2020, to the extent they have been derived from such unaudited financial statements.

Our opinion on the consolidated quarter ended 31st December 2020 results is modified in respect of the above matters with respect to our reliance on the unaudited financial statements provided by the management.

Date: 13.02.2021
Place: Visakhapatnam

For RAMAMOORTHY (N) & CO.,
Chartered Accountants
FRN: 02899S


(K. Ramachandra Rao)
Partner
Membership No: 201334
UDIN: 21201334AAAABD6672



NARAYANI STEELS LIMITED

(CIN: L27109WB1996PLC082021)

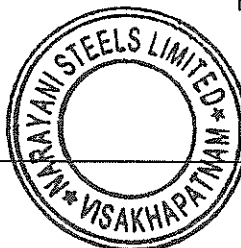
Registered office : 23A, N.S.Road 7th Floor, Kolkata - 700001

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/ NINE MONTHS ENDED 31st DECEMBER, 2020

(Rs. In Lakhs)

SL. NO.	PARTICULARS	3 Months ended 31-12-2020	Preceding 3 Months ended 30-09-2020	Corresponding 3 months ended 31-12-2019	9 Months ended 31-12-2020	9 months ended 31-12-2019	Year Ended 31-03-2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from operations	3,051.33	2,590.68	7,866.70	7,478.73	32,251.21	35,852.02
II	Other income	15.71	96.66	82.98	230.94	286.39	384.26
III	Total Revenue (I + II)	3,067.04	2,687.34	7,949.68	7,709.67	32,537.60	36,236.28
IV	EXPENSES:						
	Cost of Materials Consumed	263.63	567.98	1,785.27	1,979.06	5,027.40	5,954.43
	Purchase of Traded Goods	2,238.87	1,869.93	5,182.26	4,254.04	26,101.63	28,050.54
	Changes in Inventories of Finished & Traded Goods	344.87	(49.21)	806.39	495.84	(583.74)	293.65
	Employee benefits expenses	136.26	149.97	127.54	396.33	371.66	502.90
	Finance Costs	969.17	461.70	636.96	2,302.14	1,620.66	2,305.80
	Depreciation and amortisation expenses	31.25	34.45	38.80	102.44	112.86	166.64
	Other expenses	1,028.27	507.29	436.05	1,715.29	1,757.78	3,710.85
	Total Expenses (IV)	5,012.32	3,542.11	9,013.27	11,245.14	34,408.25	40,984.80
V	PROFIT/ (LOSS) BEFORE PRIOR PERIOD ITEMS, EXCEPTIONAL ITEMS AND TAX (III-IV)	(1,945.29)	(854.77)	(1,063.59)	(3,535.48)	(1,870.65)	(4,748.52)
VI	Prior period items before tax	-	-	-	-	-	-
VII	Exceptional Item	-	-	-	-	-	-
VIII	PROFIT / (LOSS) BEFORE TAX (V-VI-VII)	(1,945.29)	(854.77)	(1,063.59)	(3,535.48)	(1,870.65)	(4,748.52)
IX	Tax Expenses						
	Current Tax	-	-	-	-	-	-
	Earlier Year Tax	-	-	4.02	-	4.02	4.60
	Deferred Tax	(649.90)	(283.66)	(380.99)	(1,176.20)	(649.08)	(1,678.34)
	Net Tax Expense	(649.90)	(283.66)	(376.97)	(1,176.20)	(645.06)	(1,673.74)
X	Profit / (Loss) for the period (VIII-IX)	(1,295.39)	(571.11)	(686.62)	(2,359.28)	(1,225.59)	(3,074.79)
	Other Comprehensive Income (net of tax)						
	Items that will not be reclassified to profit or loss	0.05	(0.05)	(0.04)	0.02	(0.62)	(2.49)
	Items that will be reclassified to profit or loss	-	-	-	-	-	-
XI	Total Other Comprehensive Income / (Loss) for the period (net of tax)	0.05	(0.05)	(0.04)	0.02	(0.62)	(2.49)
XII	Share of profit/ (Loss) of Associate (Net of Tax)	-	-	-	-	-	(124.82)
XIII	PROFIT / (LOSS) FOR THE PERIOD (X+XI+XII)	(1,295.34)	(571.16)	(686.66)	(2,359.26)	(1,226.21)	(3,202.10)
	Paid up equity share capital (in lakhs) (Face Value of Share - Rs 10/- per share)	1,090.90	1,090.90	1,090.90	1,090.90	1,090.90	1,090.90
	Other Equity (excluding Revaluation Reserves)	-	-	-	-	-	(6.13)
	Earnings Per Equity Share of Rs. 10/- each Basic & Diluted (in Rs.)	(11.87)	(5.24)	(6.29)	(21.63)	(11.24)	(29.35)
	See accompanying notes to the consolidated financial results						

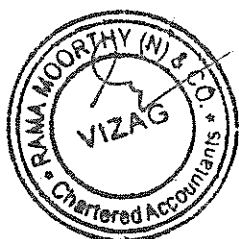
For and on behalf of the Board of Directors of Narayani Steels Limited



Ankit Gupta
ANKIT GUPTA
Director & CFO
DIN: 08415248

Arun Kumar Meher
ARUN KUMAR MEHER
Company Secretary

Place of Signature: Visakhapatnam
Dated: The 13th day of February, 2021



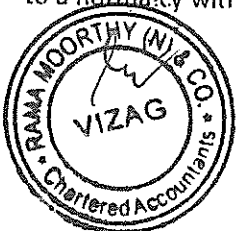
NARAYANI STEELS LIMITED
(CIN: L27109WB1996PLC082021)
Registered office: 23A, N.S.Road 7th floor, Kolkata-700 001.

Notes to the Unaudited Consolidated Financial Results:

1. The above unaudited financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the companies with (Indian Accounting Standards) (Amendment) Rules, 2016. The company adopted Ind AS from 1st April 2018, accordingly these financial results along with the comparatives have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under section 133 of The Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.
2. The above Unaudited Consolidated Financial Results for the quarter ended December 31st, 2020 were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 13th February, 2021. The statutory auditors have carried out limited review on the above unaudited Consolidated financial results for the quarter ended December, 2020 and have expressed an modified opinion on the aforesaid results.
3. The Company has adopted Ind AS 116 "Leases" which is mandatory for the reporting periods beginning on or after 1st April, 2019 and applied the standard to all lease contracts existing on the date of initial application i.e., 1st April, 2019. The Company has used the modified retrospective approach for transitioning to Ind As 116 with right-to-use asset measured as if Ind AS 116 has been applied since the commencement date of the contract. Accordingly, the Comparatives for the earlier periods have not been restated.
4. COVID-19 Pandemic has substantially impacted. Consequently, Company's manufacturing plants and offices had to be closed down for a considerable period of time upto the Quarter ended 31st December, 2020. As a result of the lockdown, the likely revenue from the month of October - December, 2020 has also been impacted. Consequently, the results of this quarter are not comparable with the results of the preceding quarter or corresponding quarter in the previous financial year. Continued lockdowns are likely to impact the Company operationally including on supply chain matters. Company is hopeful of full-fledged operations in its two plants from April, 2021.

Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of the financial statements including but not limited to its assessment of groups liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the realizable values of other assets. However, given the effect of this lockdown on the overall economic activity and in particular on the Iron and Steel related items Industry, the impact assessment of COVID-19 on the above mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements.

The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results. The Company is hopeful of reviving the present situation to a normalcy within a period of 24 Months.



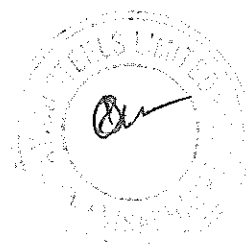
5. The Company has, during the year, faced various disruptions due to stoppage of supply of materials by its largest Vendor i.e., RINL, fall in demand and prices of steel, recession in iron & steel industry and stress over Channel finance and other borrowing accounts. One of major lender bank, Union Bank of India has issued notice dated 24th August 2020 u/s 13(2) of the SARFAESI Act of 2002 and sought to realize the entire outstanding amounts alleged to be Rs. 174.17 crores owing to them by the Company. There are 5 Channel Finance Lenders who are unsecured creditors whose liability after adjustment of Margin available with them is approx. Rs.34 crores in the Company Books before providing the provision for interest. The balance in the Books after providing interest is Rs. 37 crores. One of the 5 Lenders, namely Andhra Bank, got merged with Union Bank. The default can be attributed to non-realization of Debtors, substantial decrease in volume of business and sales on account of major disruption of supply.

The Bank has stopped all the recovery proceedings consequential upon the submission of Action plan at the SGM office dt. 04.01.2021. Given the liquidity strain, the company has offered the bank that it would be in a position to attract some liquidity by sale of certain collaterals given to the bank as security. By liquidation of the same, the company would be able to redeem part of the debt. Apart from above, following are the brief of the proposal:

- The Company will deposit every month Rs.1.50 Crs to Rs.2.00 Crs from January 2021 onwards through collection from its customers. (This will yield around Rs 22.00 crores by March, 2022).
- The Company is always loyal to its bank and has requested Union bank to conduct fresh valuation of its collateral securities and requested to grant approval for disposal of 11 properties attached within the time lines with assured realization of Rs. 78.05 Crs or fresh value of the property or 120% of the existing value whichever is higher (This will yield around Rs. 78.05 crores by March 2022).
- The Company once again confirm that its own production activities will commence from April 2021 onwards where in its turnovers routing will start through Union Bank's Current Account only with a cutback of 5%. (This will yield around Rs. 7.00 crores by March 2022).
- Also requested Union Bank to grant approval for development of residential property located at Jamshedpur in order to liquidate the liability at the earliest.

Despite the fact of COVID-19 and provision made for unsecured creditors in the restructure proposal, the ICICI Bank proceeded with NCLT, next hearing is scheduled on 24.02.2021.

6. The Bank facilities have been classified as Non- Performing Assets by various Banks and they are not charging interest or have reversed the interest earlier charged. However, in order to account all probable liabilities, the management in its best judgment has provided provision for interest on such borrowings.
7. In the absence of statements, Book balances in respect of some of the Banks have been considered for the purpose of preparation of these financials.
8. The Company is principally engaged in a single business segment of Manufacturing and Trading of Iron & Steel and its related products, accordingly there is no separate reportable segment as per Ind AS 108 "Operating Segment".

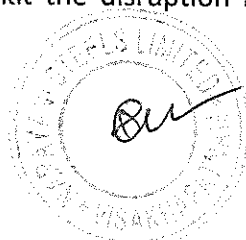
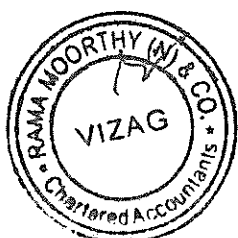


9. The Company has obtained Confirmation of Balances from its major Trade Receivables of approx. Rs. 101.79 crores as on 31.12.2020 including Rs. 87.15 crores transferred from SEIL to its Associate Company, namely Vizag Profiles Ltd by virtue of Joint understanding agreed in this regard. The Company has agreed for transfer in order to improvise the early recovery of the dues from the major Trade Debtor. In other cases where, the Company did not receive the Letter of Confirmations from the parties, the management is following up with the parties for the letters of confirmations and in any case the management is hopeful that there would not be significant variation on account of non-receipt of such letters of confirmations. Company is providing for the Expected Credit Risk in addition to the Provision for Doubtful Debts as per general practice.

10. The Sundry Debtors are amounting to Rs. 16,636.93Lakhs as on 31.12.2020. Company has obtained confirmations for an amount of Rs. 10,085.55Lakhs. Company is hopeful of recovering the major portion of Sundry Debtors as promised by the major group of Debtors. The aging of Sundry Debtors is as under:

Amount in Rs. (In lakhs)	
Particulars	as on 31.12.2020
> 1 Year	14,621.81
< 1 Year	2,015.11
Total	16,636.93

11. The Union Bank has appointed an Agency for Specialized Monitoring (ASM) for conducting the Audit on behalf of the Lending Institution. The functions are more akin to the functions of Internal Audit. In order to avoid duplication in functions of Internal Audit, the Company has not appointed any other firm for Internal Audit. The Audit by ASM is continued during the Quarter ending December, 2020.
12. The Company has given Corporate Guarantees on behalf of its Associate Companies and given collaterals to the Lending Institutions. The Banks have issued possession Notices to the Company for liquidating the Asset. A Contingent liability of Rs. 45.51 crores is disclosed in accounting ending on 31.03.2020 and the position remains the same as on 31.12.2020.
13. The Unaudited consolidated quarterly financial statements are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated accounts as set out in IND AS 110 "Consolidated Financial Statements" notified by Ministry of Corporate Affairs. The unaudited consolidated quarterly financial statements of the Company "Narayani Steels Limited", include its associate namely "Hari Equipments Private Limited" combined as per Equity Method under Ind AS. The consolidated financial statements are prepared applying uniform accounting policies on all material items.
14. The associate of the company has suffered substantial losses in the previous financial year as well as in the quarter ended 31st December 2020 and has resulted in complete erosion of the net worth of the associate. In fact 100% Impairment was provided in the Books of NSL as on 31.03.2020. The Company, however, has prepared the accounts of the associate on a "going concern" basis as the management is hopeful that the disruption in the operations of the



associate is mainly on account of paucity of finance and they are exploring options to raise additional finance to revive the operations.

15. Previous period/ year figures have been re-grouped/ rearranged, wherever necessary.

For and on behalf of the Board of Directors of Narayani Steels Limited

Place of Signature: Visakhapatnam
Dated: The 13th Day of February, 2021

Arun Kumar Meher
Arun Kumar Meher
Company Secretary
M.No. ACS48598

Ankit Gupta
Ankit Gupta
CFO and Director
DIN: 08415248

