

# B.VISHWANATH & Co.

CHARTERED ACCOUNTANTS

PAN : AAKFB 3554G

SERVICE TAX No.: AAKFB3554GSD001

OFFICE :

BLOCK NO. - 7,1ST FLOOR, HIMALAYA COMPLEX

G. E. ROAD, SUPELA, BHILAI - 490 023 (C.G.)

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## Independent Auditors' Report Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,  
The Board of Directors  
Sarthak Metals Limited,  
Bhilai (C.G.)

We have audited the accompanying statement of Annual Audited Standalone Financial Results of Sarthak Metals Limited(the Company) for the half year and year ended 31<sup>st</sup> March 2017 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified. These Standalone half yearly/ yearly financial results have been prepared from standalone interim financial statement, which are the responsibility of company's management. Our responsibility is to express an opinion on this standalone financial results based on our audit of such standalone interim financial statements, which have been prepared in accordance with the recognition and measurement principals laid down in accounting standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amount disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us this standalone half yearly/ yearly financial results (read together with notes appended thereto):

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as modified in this regard, and
- (ii) give a true and fair view in conformity with the aforesaid accounting standards and other accounting principles generally accepted in India, of the net profit and other financial information of the company for the half year/ year ended on the 31<sup>st</sup> March 2017.

The statement includes the results for the period ended 31<sup>st</sup> March 2017 being the balancing figure between audited figures in respect of the full financial year and the half year figures of the current financial year.

For B. Vishwanath & Co.  
Chartered Accountants  
FRN - 007875C



(Ritesh Kumar Verma)  
Partner  
M. No. 427109



Date:29.05.2017  
Place: Bhilai(C.G.)

ANNEXURE-I  
SARTHAK METALS LIMITED  
( Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED )

**Statement of Annual Audited Financial Results for the half year and year ended March 31,2017**

Particulars		HALF YEAR ENDED			YEAR ENDED	
		31-03-2017	30-09-2016	31-03-2016	31-03-2017	31-03-2016
A	Date of start of reporting period	01-10-2016	01-04-2016	01-10-2015	01-04-2016	01-04-2015
B	Date of end of reporting period	31-03-2017	30-09-2016	31-03-2016	31-03-2017	31-03-2016
C	whether results are audited or unaudited	Audited	Audited	Unaudited	Audited	Audited
D	Nature of report standalone or consolidated	Standalone	Standalone	Standalone	Standalone	Standalone
I	<b>Revenue From Operations</b>					
	Net sales or Revenue from Operations	7,861.09	7,294.87	5,218.60	15,155.96	12,734.42
	Other operating revenues	44.17	17.71	39.53	61.88	42.56
II	Other Income	86.12	83.43	55.54	169.55	94.42
III	<b>Total Revenue(I+II)</b>	<b>7,991.38</b>	<b>7,396.01</b>	<b>5,313.67</b>	<b>15,387.39</b>	<b>12,871.40</b>
IV	<b>Expenses</b>					
(a)	Cost of materials consumed	6,582.43	6,246.92	4,631.54	12,829.35	11,035.74
(b)	Purchases of Traded Goods	4.20	6.64	5.80	10.84	6.66
(c)	Changes in Inventories of finished goods and stock-in-trade	(91.35)	130.70	(64.90)	39.35	(75.14)
(d)	Employee Benefits Expenses	251.03	164.16	205.83	415.20	380.87
(e)	Finance Costs	173.63	164.20	146.98	337.83	278.16
(f)	Depreciation and amortization expenses					
	-Depreciation	58.39	42.44	49.55	100.82	99.10
	-Amortization Expenses	4.80	-	1.30	4.80	1.30
(g)	Other Expenses	776.65	272.35	123.02	1,049.00	595.06
	<b>Total Expenses (IV)</b>	<b>7,759.78</b>	<b>7,027.41</b>	<b>5,099.12</b>	<b>14,787.19</b>	<b>12,321.75</b>
(V)	<b>Profit before exceptional items, extraordinary items and tax (III-IV)</b>	<b>231.60</b>	<b>368.60</b>	<b>214.55</b>	<b>600.20</b>	<b>549.65</b>
(VI)	Exceptional items (Gratuity Expenses)	3.76	-	2.57	3.76	2.57
(VII)	<b>Profit before extraordinary items and tax (V-VI)</b>	<b>227.84</b>	<b>368.60</b>	<b>211.98</b>	<b>596.44</b>	<b>547.08</b>
(VIII)	Extraordinary items (Corporate Social Responsibility)	9.03	-	7.67	9.03	7.66
(IX)	<b>Profit before tax (VII-VIII)</b>	<b>218.81</b>	<b>368.60</b>	<b>204.31</b>	<b>587.41</b>	<b>539.42</b>
(X)	<b>Tax expense:</b>					
(a)	Current tax expense	73.01	122.98	70.62	195.99	186.45
(b)	Expense relating to prior years (net)	(7.66)	-	0.29	(7.66)	0.29
(c)	Deferred tax Expenses (Income)	4.06	-	(4.35)	4.06	(4.35)
	<b>Total Tax Expenses (X)</b>	<b>69.41</b>	<b>122.98</b>	<b>66.56</b>	<b>192.39</b>	<b>182.39</b>
(XI)	<b>Profit from continuing operations (IX-X)</b>	<b>149.40</b>	<b>245.62</b>	<b>137.75</b>	<b>395.02</b>	<b>357.03</b>
(XII)	Profit from Discontinuing Operations	-	-	-	-	-
(XIII)	Tax expense of Discontinuing Operations	-	-	-	-	-
(XIV)	Profit from Discontinuing Operations	-	-	-	-	-
(XV)	<b>Profit for the year (XI + XIV)</b>	<b>149.40</b>	<b>245.62</b>	<b>137.75</b>	<b>395.02</b>	<b>357.03</b>
(XVI)	<b>Details of equity share capital</b>					
	Paid-up equity share capital (Face Value of of Rs. 10/- per equity share)	1,368.98	1,208.98	1,208.98	1,368.98	1,208.98
(XVII)	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	1,898.54	1,552.12	1,183.52	1,898.54	1,183.52
(XVIII)	<b>Earnings Per Share (not annualised):</b>					
(a)	<b>Earnings Per Share before extraordinary items and tax</b>					
	Basic earnings Per Share before extraordinary items and tax	1.88	3.04	1.75	4.92	4.53
	Diluted earnings Per Share before extraordinary items and tax	1.88	3.04	1.75	4.92	4.53
(b)	<b>Earnings Per Share after extraordinary Items and tax</b>					
	Basic earnings Per Share after extraordinary items and tax	1.23	2.03	1.14	3.26	2.95
	Diluted earnings Per Share after extraordinary items and tax	1.23	2.03	1.14	3.26	2.95

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**SARTHAK METALS LIMITED**  
**( Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED )**

**Statement of Annual Audited Financial Results for the half year and year ended March 31,2017**

**Notes :**

- 1 The Standalone financial results of M/s. Sathak Metals Limited (the Company) for half year and financial year ended March 31, 2017 have been reviewed by the Audit Committee and subsequently approved and taken on record by the Board of Directors of the Company at its meeting held on 29.05.2017. The statutory auditors of the company have carried out audit of the above financial results.
- 2 The Company has reportable segments. Disclosure is enclosed in accordance with the requirements of Accounting Standard (AS) 17 - Segment Reporting.
- 3 Figures of half year ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the half yearly figures upto September 30, 2016 excepting the current year tax provision.
- 4 The Statement of Assets and Liabilities is provided separately.
- 5 Previous year figures have been regrouped and reclassified wherever considered necessary.
- 6 The Board has proposed dividend @ 5% (Five percent) of paid up capital in its meeting held on 29th of May 2017 (i.e., 50 Paise per Equity Share of Rs. 10/- each).
- 7 The statutory auditors have informed the company that Peer Review of their firm is already initiated by the Institute of Chartered Accountants of India and is in progress after appointment of the Peer Reviewer.
- 8 The equity shares of the company have been listed on and from 27.03.2017 on BSE-SME platform of the Exchange.

For Sarthak Metals Limited

  
(ANOOP KUMAR BANSAL)  
Managing Director  
DIN : 01661844



Date:29.05.2017  
Place:Bhilai(C.G.)



Annexure II  
SARTHAK METALS LIMITED

( Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED )

**Reporting of Segment wise Revenue, Results and Capital Employed along with the half yearly results**

(Rs. in Lacs)

Particulars	HALF YEAR ENDED			YEAR ENDED	
	31-03-2017	30-09-2016	31-03-2016	31-03-2017	31-03-2016
A Date of start of reporting period	01-10-2016	01-04-2016	01-10-2015	01-04-2016	01-04-2015
B Date of end of reporting period	31-03-2017	30-09-2016	31-03-2016	31-03-2017	31-03-2016
C whether results are audited or unaudited	Audited	Audited	Unaudited	Audited	Audited
D Nature of report standalone or consolidated	Standalone	Standalone	Standalone	Standalone	Standalone
<b>Segment Revenue</b> (net sale/income from each segment should be disclosed under this head)					
(I) Segment - Cored wire Division	7,878.44	7,273.40	5,195.16	15,151.83	12,656.03
(b) Segment - Oxygen Gas Division	112.27	122.62	118.52	234.88	215.37
(c) Unallocable	0.67	-	-	0.67	-
<b>Total</b>	<b>7,991.38</b>	<b>7,396.02</b>	<b>5,313.68</b>	<b>15,387.38</b>	<b>12,871.40</b>
Less: Inter Segment revenue(Oxtgen Gas Division)		-	0.13	-	0.13
<b>Net sales/Income From Operations</b>	<b>7,991.38</b>	<b>7,396.02</b>	<b>5,313.55</b>	<b>15,387.38</b>	<b>12,871.27</b>
(II) Segment Results -Profit/(Loss) before tax and interest from Each segment					
(a) Segment - Cored wire Division	427.46	537.56	359.70	965.02	841.09
(b) Segment - Oxygen Gas Division	2.91	19.77	23.47	22.68	36.11
(c) Unallocable	(37.94)	(24.53)	(31.88)	(62.47)	(59.62)
<b>Total</b>	<b>392.43</b>	<b>532.80</b>	<b>351.29</b>	<b>925.23</b>	<b>817.58</b>
Less: (i) Interest					
(a) Segment - Cored wire Division	173.05	163.60	145.75	336.65	275.32
(b) Segment - Oxygen Gas Division	0.58	0.60	1.23	1.18	2.84
(c) Unallocable	-	-	-	-	-
(ii) Other Un-allocable Expenditure net off	-	-	-	-	-
(iii) Un-allocable Income	-	-	-	-	-
<b>Total Profit Before Tax</b>	<b>218.80</b>	<b>368.60</b>	<b>204.31</b>	<b>587.40</b>	<b>539.42</b>
(III) <b>Capital Employed</b> (Segment assets - Segment Liabilities)					
(a) Segment - Cored wire Division	194.63	2,806.40	10.80	3,001.03	2,103.03
(b) Segment - Oxygen Gas Division	(14.85)	210.84	(181.40)	195.99	205.22
(c) Unallocable	84.87	5.97	(1.35)	90.84	96.69
<b>Total</b>	<b>264.65</b>	<b>3,023.21</b>	<b>(171.95)</b>	<b>3,287.86</b>	<b>2,404.94</b>

  




ANNEXURE III  
SARTHAK METALS LIMITED  
( Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED )

Statement of Assets and Liabilities

(Rs. in Lacs)

Particulars	As on 31/03/2017	As on 31/03/2016
	Audited	Audited
<b>A EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' funds</b>		
(a) Share capital	1,368.98	1,208.97
(b) Reserves and surplus	1,898.54	1,183.52
(c) Money received against share warrants	-	-
<b>Sub-total-Shareholders' funds</b>	<b>3,267.52</b>	<b>2,392.49</b>
<b>4. Non-current liabilities</b>		
(a) Long-term borrowings	155.46	41.03
(b) Deferred tax liabilities	16.51	12.45
(c) Other long-term liabilities	-	-
(d) Long-term provisions	12.19	8.80
<b>Sub-total - Non-current liabilities</b>	<b>184.16</b>	<b>62.28</b>
<b>5. Current liabilities</b>		
(a) Short-term borrowings	2,650.05	2,305.90
(b) Trade payables	34.52	14.52
(c) Other current liabilities	82.88	69.94
(d) Short-term provisions	11.74	13.18
<b>Sub-total - current liabilities</b>	<b>2,779.19</b>	<b>2,403.54</b>
<b>TOTAL-EQUITY AND LIABILITIES</b>	<b>6,230.87</b>	<b>4,858.31</b>
<b>B ASSETS</b>		
<b>1. Non-current assets</b>		
(a) Fixed assets	928.98	807.70
(b) Goodwill on consolidation	-	-
(c) Non-current investments	75.00	75.00
(d) Deferred tax assets	-	-
(e) Long-term loans and advances	-	-
(f) Other non-current assets	-	-
<b>Sub-total - Non-current assets</b>	<b>1,003.98</b>	<b>882.70</b>
<b>2 Current assets</b>		
(a) Current investments	-	-
(b) Inventories	1,015.18	1,069.76
(c) Trade receivables	2,977.35	2,495.85
(d) Cash and cash equivalents	890.05	151.18
(e) Short-term loans and advances	344.31	258.82
(f) Other current assets	-	-
<b>Sub-total - Current assets</b>	<b>5,226.89</b>	<b>3,975.61</b>
<b>TOTAL-ASSETS</b>	<b>6,230.87</b>	<b>4,858.31</b>

Notes:

1. Previous year figures have been regrouped and reclassified wherever considered necessary.
2. The Board has proposed dividend @ 5% (Five percent) of paid up capital in its meeting held on 29th of May 2017 (i.e., 50 Paise per Equity Share of Rs. 10/- each).
3. The statutory auditors have informed the company that Peer Review of their firm is already initiated by the Institute of Chartered Accountants of India and is in progress after appointment of the Peer Reviewer.
4. The equity shares of the company have been listed on and from 27.03.2017 on BSE-SME platform of the Exchange.

For Sarthak Metals Limited

(ANOOP KUMAR BANSAL)  
Managing Director  
DIN : 01661844



Date: 29.05.2017  
Place: Bhilai (C.G.)





An ISO 9001: 2008 Certified Co.

CIN-U51102CT1995PLC009772

## SARTHAK METALS LIMITED

(Formerly : Sarthak Metals Marketing Private Limited)

Date: May 29, 2017

To,  
The Deputy Manager,  
Corporate Relations Department  
BSE Limited  
P.J. Towers, Dalal Street  
Mumbai-400001

Scrip Code: 540393

Dear Sir,

**Sub:- Declaration pursuant to Regulation 33 (3) (d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

I, Mr. Anoop Kumar Bansal, Managing Director of Sarthak Metals Limited having its registered office at B.B.C. Colony, G.E. Road, Khursipar, Bhilai-490011, Chhattisgarh hereby declare that the Statutory Auditors of the Company M/S B. Vishwanath & Co., Chartered Accountant (FRN- 007875C) have issued an Audit Report with unmodified opinion on Audited Financial Results for the year ended on 31<sup>st</sup> March, 2017.

The declaration is issued in compliance with the Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended vide circular CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016.

Kindly take this declaration on your records.

Thanking You,  
For Sarthak Metals Limited

**For, SARTHAK METALS LIMITED**

Anoop Kumar Bansal  
Managing Director  
**DIRECTOR**

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