

STEEL STRIPS WHEELS LIMITED

CIN: L27107PB1985PLC006159

Regd. Office: Vill. Somalheri/Lehli, PO Dappar, Tehsil Derabassi, Distt. Mohali, Punjab

Tel: +91-172-2793112, Fax: +91-172-2794834 E-mail: ssl_ssg@glide.net.in; Website: www.sswlindia.com

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2020

₹ in Lakhs (Except EPS)

S.No.	Particulars	Quarter ended			Year ended	
		31st March 2020	31st Dec 2019	31st March 2019	31st March 2020	31st March 2019
		Audited	Unaudited	Audited	Audited	Audited
I	Revenue from operations	38,707.36	34,360.03	52,664.77	156,334.46	204,118.84
II	Other income	767.56	375.79	740.36	2,211.04	1,746.16
	Total income (I+II)	39,474.92	34,735.82	53,405.13	158,545.50	205,865.00
III	Expenses					
a	Cost of materials consumed	26,696.32	17,469.50	31,728.68	97,334.94	135,371.31
b	Purchases of stock-in-trade					
c	Change in inventories of finished goods, stock in trade and work-in-progress	(1,809.29)	3,219.99	869.34	(708.79)	(4,984.70)
d	Employee benefit expenses	3,190.68	3,589.62	4,585.43	15,614.23	18,826.88
e	Finance costs	2,221.25	2,104.78	2,301.60	8,866.53	9,254.44
f	Depreciation and amortisation expenses	1,816.48	1,796.56	1,531.87	7,193.81	6,192.27
g	Other expenses	7,487.60	5,812.27	9,825.52	26,974.67	30,316.32
h	Prior period items					
	Total Expenses III(a to h)	39,603.04	33,992.72	50,842.44	155,275.39	194,976.52
IV	Profit/(loss) before exceptional items and tax (I+II-III)	(128.12)	743.10	2,562.69	3,270.11	10,888.48
V	Exceptional items			0.02	0.03	0.02
VI	Profit/(loss) before tax after exceptional items (IV-V)	(128.12)	743.10	2,562.67	3,270.08	10,888.46
VII	Tax expense:					
(1)	Current tax	(15.14)	(89.35)	(592.56)		571.80
(2)	Deferred tax	412.00	203.19	1,049.45	1,142.70	1,967.14
	Prior years tax Adjustments			113.93	(217.57)	113.93
VIII	Profit/(loss) for the period after Tax (VI-VII)	(524.98)	629.26	1,991.85	2,344.95	8,235.59
IX	Other Comprehensive Income/(Loss) (net of tax)	(94.01)	20.79	(15.11)	(36.41)	(21.65)
X	(VIII+IX) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	(618.99)	650.05	1,976.74	2,308.54	8,213.94
XI	Paid-up equity share capital (Face value of Rs 10 per share)	1,558.97	1,558.97	1,558.97	1,558.97	1,558.97
XII	Reserves (excluding Revaluation Reserve) as shown in the audited Balance Sheet of the previous year				62,954.93	61,329.17
XIII	Earnings per equity share in Rs.					
(1)	Basic (in ₹)	(3.37)	4.04	12.78	15.04	52.88
(2)	Diluted (in ₹)	(3.36)	3.92	12.18	14.57	50.74

Notes:

- The above financial results have been reviewed by Audit Committee and approved by the Board of Directors of the company in their meeting held on 31st July 2020. The statutory auditors have expressed an unmodified audit opinion on these results.
- The Chief Operating Decision Maker "CODM" reviews the operation of the company as a whole, hence there are no reportable segments as per Ind AS 108 "Operating Segments".
- These financial results of the Company have been prepared in accordance with the Indian Accounting Standards (IND AS) as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act 2013 read with rule 3 of the Companies (Indian Accounting Standard) rules, 2015, Companies (Indian Accounting Standards) amendment rules 2016 and in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, SEBI circular dated July 05, 2016 and other accounting principles generally accepted in India.
- Effective April 01, 2019 the company has adopted IND AS 116 "Leases" and applied the standard to lease arrangement existing on the date of initial application using the modified retrospective approach and hence the comparatives for the year ended March 31, 2019 have not been retrospectively adjusted.
- The massive spread and outbreak of the virus "COVID-19" has impacted economic activities across the globe. Lock down during the period disrupted the business activity and hampered the profitability in the last quarter of FY 2019-2020. The Company has resumed domestic and export sales, the demand in business will turnaround post Covid with robust growth expected going forward. The Above results have been prepared considering the impact of pandemic and impact assessment remains continuous process given the facts and events arising going forward. Management has assessed the possible impact of known events and believes that there will not be any material effect on the carrying values of the assets and liabilities of the company on the reporting date and there is no change in its ability to continue as a Going Concern.
- The Q4 results includes Rs 587.85 Lacs as productivity cost down given to customer pertaining to new business linkages, which is one time expense item.
- The figures for the corresponding previous periods have been restated/re-grouped, wherever necessary, to make them comparable. The figures of last quarters are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year which were subject to Audit review.

Place : Chandigarh
Date : 31st July 2020

Dheeraj Garg
Managing director

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Balance Sheet as at 31st March 2020

(All amounts in Lakhs, unless stated otherwise)

Particulars	Note no.	As at 31st March 2020	As at 31st March 2019
ASSETS			
Non-current assets			
a) Property, plant and equipment	3	130,472.28	132,753.50
b) Capital work-in-progress	4	8,547.00	5,280.33
c) Other Intangible assets	5	180.26	165.40
d) Financial assets			
i) Investments	6	19.40	19.40
ii) Loans	7	1,027.45	1,002.12
iii) Other Financial assets	8	900.18	713.69
e) Deferred tax assets (net)		-	-
f) Current tax assets (net)		-	-
g) Other non-current assets	9	134.30	135.79
Total Non-Current assets		141,280.87	140,070.23
Current assets			
a) Inventories	10	32,930.62	33,809.36
b) Financial assets			
i) Trade receivables	11	20,979.85	19,396.72
ii) Cash and Cash equivalents	12	3,154.72	3,616.98
iii) Bank balances other than above	13	6,015.56	8,483.10
iv) Loans	14	302.78	281.30
v) Other financial asset	15	149.68	178.85
c) Current tax assets (net)	16	252.28	-
d) Other current assets	17	12,844.16	9,501.02
Total Current assets		76,629.65	75,267.33
Total Assets		217,910.52	215,337.56
EQUITY AND LIABILITIES			
a) Equity Share capital	18	1,558.97	1,558.97
b) Share Application Money pending allotment		-	2,178.75
c) Other equity	19	68,235.57	64,431.06
LIABILITIES		69,794.54	68,168.78
Non-current liabilities			
a) Financial liabilities			
i) Borrowings	20	44,175.44	45,811.34
ii) Others financial liabilities	21	8,174.89	6,229.87
b) Provisions	22	1,373.44	1,326.47
c) Deferred tax liabilities (Net)	23	15,352.65	12,570.11
Total Non-Current Liabilities		69,076.42	65,937.79
Current liabilities			
a) Financial liabilities			
i) Borrowings	24	45,660.21	39,288.39
ii) Trade and other payables	25	21,363.17	25,732.37
iii) other financial liabilities	26	10,273.02	13,655.43
b) Current Tax Liabilities (Net)	27	-	143.34
c) Provisions	28	266.31	233.94
d) Other current liabilities	29	1,476.85	2,177.52
Total Current Liabilities		79,039.56	31,230.99
Total Equity and liabilities		217,910.52	215,337.56



Steel Strips Wheels Limited

Cash flow statement for the period ended 31st March, 2020

(All amounts ₹ in Lakhs, unless stated otherwise)



S. No.	Particulars	For Year Ended 31st March 2020		For Year Ended 31st March 2019	
A.	Cash Inflow/ (Outflow) from Operating activities				
	Profit before tax		3,233.67		10,866.31
	Depreciation	7,193.81		6,192.27	
	Bad debts written off	(5.01)		(12.74)	
	(Profit)/ Loss on sale of assets			8.16	
	Interest received	(1,163.67)		(1,098.47)	
	Effect of Exchange Rate Change	342.33		467.36	
	Financial charges paid	8,866.53	15,233.99	9,254.44	14,811.02
	Operating profit before working capital changes		18,467.66		25,677.83
	Adjustment for				
	- (Increase)/ decrease in inventory	878.74		(7,220.65)	
	- (Increase)/ decrease in trade and other receivables	(1,547.20)		11,781.54	
	- Increase/ (decrease) in trade payables	(6,485.08)	(7,153.54)	(9,211.28)	(4,650.39)
	Cash inflow from operating activities		11,314.12		21,027.44
	Taxes paid		925.13		2,652.87
	Net cash from / (used) in operating activities		10,388.99		18,374.57
B.	Cash flows from/ (used) in Investing Activities				
	Purchase of fixed assets	(8,014.85)		(8,376.34)	
	Exchange fluctuation in Fixed assets/CWIP	(342.33)		(1,041.70)	
	Sale of fixed assets	267.50		281.81	
	Profit on sale of investments / Assets			(8.16)	
	Interest received	1,163.67		1,098.47	
	Net cash from / (used) in investing activities		(6,926.01)		(8,045.93)
C.	Cash flows from/ (used) in Financing Activities				
	Proceeds from issue of equity shares incl premium	(2,182.15)		2,182.14	
	Changes in Equity Reserves	131.35		97.89	
	Changes in tax provisions	2,782.53		1,955.51	
	Proceeds from long term borrowings	8,397.40		9,999.80	
	Proceeds(payment) from/(off) long term Provisions/Short Term Provisions	(64.00)		195.50	
	Repayment of long term borrowings (net of fluctuation)	(8,038.49)		(13,259.92)	
	Changes in working capital loans/short term borrowings	6,371.83		(1,677.29)	
	(Increase)/Decrease in Long/short Term Loan and Advances	(3,830.58)		(307.86)	
	Dividend paid	(751.80)		(751.31)	
	Financial charges paid	(9,208.87)		(9,721.80)	
	Net cash from / (used) in financing activities		(6,392.77)		(11,287.35)
	Net increase/(decrease) in cash and cash equivalents		(2,929.79)		(958.71)
	Cash and cash equivalents as at April 1, 2019		12,100.07		13,058.78
	Cash and cash equivalents as at March 31, 2020		9,170.28		12,100.07





AKR & ASSOCIATES
Chartered Accountants

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Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone 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
Steel Strips Wheels Limited
Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of **Steel Strips Wheels Limited** (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("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").

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

- i) is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii) gives a true and fair view in conformity with the applicable Indian 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 of the net Profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2020.

Basis for Opinion

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 Standalone 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 there under, 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 opinion.



Emphasis of Matter

We draw attention to Note- 5 of the Statement which describes management's assessment of the impact of the COVID 19 pandemic on the financial results of the Company. Our opinion is not modified in respect of this matter

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone 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 Indian accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone 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

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 AKR & Associates
Chartered Accountants
(Firm registration No. 021179N)


CA Kailash Kumar

Partner

(Membership Number: 505972)

Place of signature: Chandigarh

Date: 31.07.2020

UDIN: 20505972AAAAEQ7431