



SCAN STEELS LTD.

(Formerly Known as Clarus Infrastructure Realities Limited)

CIN : L27209MH1994PLC076015

Registered Office : Office No.: 104, 105, E-Square, Subhash Road,
Opp. Havmor Ice Cream, Vile Parle (East), Mumbai-400057
Ph.: +91-0222 618 5461, +91-0222 618 5462, Fax : +91-0222 618 5463
E-mail : scansteels@scansteels.com, Web.: www.scansteels.com

13th September, 2016

To
The General Manager
Department of Corporate Services
Bombay Stock Exchange Limited
Floor 25, P.J. Towers, Dalal Street,
Mumbai-400 001

Sub: Unaudited Financial Results for the quarter ended June 30, 2016

BSE Code : 511672

Dear Sir,

In Terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (Listing Regulations), the Unaudited Financial Results set out in compliance with Indian Accounting Standards (Ind-AS) for the quarter ended June 30, 2016 together with Limited Review Reports thereon are enclosed.

The above Financial Results have been duly approved by the Board of Directors at its meeting held today which commenced at 4.00 p.m. and concluded at 7.30 p.m.

Please take on record the same.

Thanking you,

For SCAN STEELS LIMITED

(Prabir Kumar Das)
Company Secretary & Compliance Officer

Encl : As above

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Reg. Off: Office No. 104, 105, E-Square, Subhash Road, Opp. Havmor Ice Cream,
Vile Parle (East), Mumbai - 400057
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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2016

(Amount Rs. In Lacs, except earning per share data)

SI No.	Particulars	Quarter Ended			Year Ended
		3 months ended 30.06.2016	Preceding 3 months ended 31.03.2016	Corresponding 3 months ended 30.06.2015 in the previous year	31st Mar, 2016
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Income from Operations				
	(a) Net sales/ income from operations (Net of Excise duty)	10,913.26	11,058.32	9,324.73	35,309.19
	(b) Other Operating Income				
	Total income from operations (Net) (a+b)	10,913.26	11,058.32	9,324.73	35,309.19
2	Expenses				
	a. cost of material consumed	5,736.33	5,632.07	7,347.92	24,963.81
	b. Purchase of Stock in trade	1,174.87	1,371.74	2,020.47	5,324.89
	c. changes in inventories of finished goods, work in progress and stock in trade.	1,674.24	789.36	(3,276.97)	(2,651.01)
	d. Employees benefit expenses	288.79	305.24	277.18	1,113.02
	e. Depreciation & amortisation expenses #	496.27	352.82	295.52	1,245.60
	f. Other expenditure	1,584.65	1,665.48	1,865.83	5,816.63
	Total Expenses	10,955.16	10,116.71	8,529.95	35,812.94
	(Any item exceeding 10% of the total expenditure to be shown separately)				
3	Profit / (Loss) from Operations before Other Income, Finance Cost and Exceptional Items (1-2)	(41.90)	941.61	794.78	(503.75)
4	Other Income	41.93	37.50	36.36	133.64
5	Profit / (Loss) from ordinary activities before Finance costs and Exceptional Items (3+4)	0.03	979.11	831.13	(370.11)
6	Finance Cost	343.94	550.53	760.83	2,891.14
7	Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(343.91)	428.59	70.30	(3,261.25)
8	Exceptional items	-	-	1.97	9.78
9	Profit (+) / Loss (-) from Ordinary Activities before tax (7-8)	(343.91)	428.59	68.33	(3,271.03)
10	Tax expenses	344.70	(715.71)	(722.40)	3,089.83
11	Net Profit (+) / Loss (-) from Ordinary Activities after tax (9-10)	(688.61)	1,144.30	790.73	(181.20)
12	Extra ordinary items (Net of Tax Expense Rs....)				
13	Net Profit (+) / Loss (-) for the period (11-12)	(688.61)	1,144.30	790.73	(181.20)
14	Share of Profit / (Loss) of Associates/Joint Ventures*	-	-	-	-
15	Minority Interest (profit)/Loss*	-	-	-	-
16	Net Profit (+) / Loss (-) after taxes, Minority Interest and share of profit / (Loss) of associates (13+14+15)*	(688.61)	1,144.30	790.73	(181.20)
17	Other Comprehensive Income (including relating to associates/ joint ventures (JV)(after tax)	41.51	57.90	10.49	57.90
18	Total comprehensive Income after tax (16+17)	(647.10)	1,202.20	801.22	(123.30)
19	Paid-up equity share capital (Face Value of Rs. 10 each)	4,880.56	4,880.56	4,435.23	4,880.56



20	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	17,132.01
-21	Earning Per Share (EPS)(Before & after Extraordinary Items)				
	a) Basic EPS (Before & after Extraordinary Items) for the period, for the year to date and for the previous year (not to be annualized)	(1.33)	2.46	1.81	(0.25)
	b) Diluted EPS (Before & after Extraordinary Items) for the period, for the year to date and for the previous year (not to be annualized)	(1.33)	2.65	1.81	(0.18)

The Depreciation and Amortisation Expenses for the quarter ended 30 th June 2016 includes Rs. 196.07 lakhs which relates to diminution in value of inventories.

Notes:

1 (a)

The financial results of the company have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. the company has adopted Ind AS from 1st April, 2016, and accordingly, these financial results (including for all the periods presented in accordance with Ind AS 101- First time adoption of Indian Accounting Standards) have been prepared in accordance with the recognition and measurement principles in Ind AS 34- Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with therelevant rules issued thereunder and the other accounting principles generally accepted in India. the figures for the preceding 3 months ended 31.03.2016 are the balancing figures between the figures in respect of the full financial year ended 31st March, 2016 and the year to date figures upto the third quarter of that financial year. Further, the financial results for the quarter ended 30th June , 2015 , 31st March , 2016 and previous year ended 31st March, 2016 have been restated to comply with IND AS

(b) Reconciliation of results between previously reported (referred to as " Previous GAAP") and IND AS for the quarters / year presented as under:

(Rs. In Lacs)				
Particulars	Note Reference	For the year ended 30th,June,2016	For the year ended 31st March,2016	Quarter ended 30th June,2015
Net Profit under Previous GAAP		(318.71)	(3,376.65)	18.27
Finance cost on redeemable preference shares	i	(25.20)	(68.35)	-
Deferred Taxes Expenses	ii	(344.70)	3,263.80	772.46
Net Profit for ther period under IND AS		(688.61)	(181.20)	790.73
Other Comprehensive for the year (net of tax)		41.51	57.90	10.49
Total comprehensive income under IND AS		(647.10)	(123.30)	801.22

(i) The Company has valued financial assets and liabilities at fair value .The impact of fair value as on the date of transition is recognised in Opening Reserves(net of deferred taxes) and changes there after are recognised in Statement of Profit and Loss account.

ii The impact of transition adjustments together with IND AS mandate of using balance sheet approach (against profit and loss approach in the previous GAAP) for computation of deferred taxes has resulted in charge to reserves on the date of transition with consequential impact to the Statement of Profit and Loss for the subsequent periods.

2 Property Plant Equipment

The Company has decided to continue with the carrying value of all its tangeble and intangeble assets as of 1st April,2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition Date.



- 3 The above financial results have been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on September 13, 2016.
- 4 The Statutory auditors have carried out the limited review of the results for the quarter ended 30th June, 2016 . The Ind AS compliant financial results preparing to the corresponding quarter ended 30th June, 2015, 31st March, 2016 and the previous year ended 31st March, 2016 have not been subject to limited review by the Auditors. However, the management has exercised necessary due diligence to ensure that the financial results provided a true and fair view of its affairs.
- 5 The banker State Bank of India, being leader of Consortium has treated its lending facilities to the company as non-performing on 28th November, 2015. Insufficient cash flow due to drastic reduction in prices of steel products, cheaper imports into India and slowdown of global economy, being the reasons for non honoring commitments to the bank. As a result interest component on such loan of Rs. 8000 Lacs has not been provided in the financial statements for the quarter ended 30th June, 2016 which has impact on the profitability for the period under reporting, the said figure not being determinable as of now. Subsequently, other consortium members i.e Central Bank of India during April 2016 and Punjab National Bank during May 2016, have declared loan disbursed by them amounting to Rs. 584 lacs and Rs. 2800 lacs respectively as non-performing. As a result interest component on such loan has not been provided in the financial statements for the quarter under review. The said figure not being determinable as of now excepting for Rs. 33.01 Lacs treated as interest expenses for the month of April 2016 in respect of loan of Punjab National Bank, the above has an impact on the profitability of the quarter under reporting.
- 6 The Company is engaged in only one segment viz. Steel Manufacturing and as such there no separate reportable segments as per IND AS -108 "Operating Segment"
- 7 the above results are available on the Company's website at www.scansteels.com and BSE website.
- 8 Figures have been re-grouped / re-arranged wherever considered necessary.

For and on behalf of the Board of
For Scan Steels Limited



Ankur Madaan
Whole Time Director
DIN : 07002199

Date: 13th Sept, 2016
Place : Rajgangpur





INDEPENDENT AUDITORS' REVIEW REPORT

**TO,
THE BOARD OF DIRECTORS OF
SCAN STEELS LIMITED
(Formerly Clarus Infrastructure Realities Limited)**

1. We have reviewed the accompanying statement of unaudited financial results of **M/s Scan Steels Limited** ("the Company") for the quarter ended 30th June, 2016 ("the statement") being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as modified by Circular No CIR/CFD/FAC/62/2016 dated 5th July, 2016. This Statement is the responsibility of the company's management and has been approved by the Board of Directors, at its meeting held on 13th September, 2016, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 ("Ind AS 34"), prescribed under sec 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.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information performed by Independent Auditors of the entity's" 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of 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.
3. Based on our review conducted as above and read with Note-5 of the accompanying financial results nothing has come to our attention that causes us to believe that the accompanying statements of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of



SRB & Associates
CHARTERED ACCOUNTANTS

Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Rajgangpur
13th September, 2016

For SRB & Associates.
Chartered Accountants
Firm Regn No-310009E


B. Mohanty
Partner
M.No.056264