

A.D.KULKARNI & CO.
CHARTERED ACCOUNTANTS
Laxmi, 18-B, Ring Road,
Opp:-Lalit Kala Bhavan,
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Limited Review Report on Standalone Unaudited Quarterly Financial Results of
Bedmutha Industries Limited

To
The Board of Directors of
BEDMUTHA INDUSTRIES LIMITED.

1. We have reviewed the accompanying statement of standalone unaudited financial results ("the Statement") of BEDMUTHA INDUSTRIES LIMITED. ("The Company") for the quarter ended on June 30, 2018 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared from the related financial statements which has been prepared in accordance with the Indian Accounting Standards specified under Section 133 of the Companies Act 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our review not subjected to audit of such financial statements.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditors 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 interim financial results are free from material misstatement. A review is limited primarily to inquiries of Company personnel and applying analytical procedures 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.
3. We draw your attention to the following matters:
 - i. Note 4 to the Statement regarding the preparation of the Statement on going concern basis for the reasons stated therein. During the quarter, the Company has incurred Net Loss of Rs. 14.08 Crores, resulting into accumulated losses of Rs. 141.78 Crores. The company's current liabilities exceed current assets. These matters require the Company to generate additional cash flows to fund the operations as well as other obligations. These conditions along with other matters as set forth in Note 4 indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.



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4. 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, in this regard except for the effects / possible effects of matters described in paragraph 3; and
 - ii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter ended on June 30, 2018 except for the effects / possible effects of matters described in paragraph 3.
5. The Comparative IND AS Financial Information for the corresponding quarter ended June 30, 2017 Included in these results were reviewed by predecessor auditor who expressed an unmodified conclusion on those results on September 14, 2017 and we have accepted the same.

For A .D. Kulkarni & Co.
Chartered Accountants
Firm Reg. No: 115959W



CA Anil D. Kulkarni
Proprietor
Membership No: 049739
Place: Nashik
Date: 14th August, 2018





BEDMUTHA INDUSTRIES LIMITED

Regd. Office : A - 32 , S.T.I.C.E. Musalgaon MIDC , Sinnar Nashik-422 103

Website : www.bedmutha.com

CIN : L31200MH1990PLC057863

Statement of Standalone Unaudited Financial Results for the Quarter and Year ended on 30th June 2018

Particulars	(Rs. in Lakhs - except otherwise stated)			
	For the Quarter Ended On			For the Year Ended on
	Jun-18 (Unaudited)	Mar-18 (Audited)	Jun-17 (Unaudited)	Mar-18 (Audited)
I. Gross Revenue from operations	13,943.25	16,528.25	16,936.93	61,829.70
II. Other Income	865.10	865.24	656.05	3,310.16
III. Total Revenue (I + II)	14,808.35	17,393.49	17,592.98	65,139.86
IV. Expenses:				
a. Cost of material consumed	10,224.81	9,662.73	10,413.14	40,310.93
b. Purchase of Stock-in-Trade	-	9.56	2,906.77	5,663.95
c. Manufacturing and Operating Cost	3,257.81	3,158.84	1,656.75	8,808.56
d. Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(424.31)	2,316.91	210.18	5,013.53
e. Excise Duty recovered on sales	-	-	1,442.49	1,442.49
f. Employee benefits expenses	355.57	381.25	458.94	1,546.44
g. Finance Cost	1,642.20	1,573.93	1,318.29	6,005.64
h. Depreciation and amortisation expenses	832.09	683.05	658.69	2,679.24
i. Other Expenses	328.63	630.66	419.52	1,867.78
Total Expenses	16,216.80	18,416.95	19,484.78	73,338.54
V. Profit before exceptional Item & Tax (III - IV)	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
VI. Exceptional Item	-	-	-	-
VII. Profit before Tax (V - VI)	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
VIII. Tax Expenses				
a. Current Tax	-	-	-	-
b. Deferred Tax	-	-	-	-
c. Tax in respect of earlier year	-	-	-	-
IX. Profit / (Loss) for the period (VII - VIII)	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
X. Other Comprehensive Income				
a. Items that will not be reclassified to Profit or Loss (net of tax expenses)	-	-	-	-
b. Items that will be reclassified to Profit or Loss (net of tax expenses)	-	33.23	(1.85)	-
Total Other Comprehensive Income	-	33.23	(1.85)	-
XI. Total Comprehensive Income for the period (IX + X)	(1,408.44)	(990.22)	(1,893.66)	(8,198.68)
XII. Paid-up equity share capital, Equity shares of Rs. 10/- each	2,453.16	2,453.16	2,453.16	2,453.16
XIII. Reserves excluding Revaluation Reserves as per balance sheet				(4,244.86)
XIV. Earning Per Share (not annualized) (Before OCI)				
a. Before extraordinary items				
Basic	(Rs.5.74)	(Rs.4.17)	(Rs.7.71)	(Rs.33.42)
Diluted	(Rs.5.74)	(Rs.4.17)	(Rs.7.71)	(Rs.33.42)
b. After extraordinary Items				
Basic	(Rs.5.74)	(Rs.4.17)	(Rs.7.71)	(Rs.33.42)
Diluted	(Rs.5.74)	(Rs.4.17)	(Rs.7.71)	(Rs.33.42)

As per our report of even date
for A. D. Kulkarni & Co.

for & on behalf of Board of Directors of
Bedmutha Industries Limited


Anil D. Kulkarni
Chartered Accountants
Proprietor




Vijay Vedmutha
Managing Director
(DIN : 00716056)

M No. 049739
Firm Reg No. 115959W

Place: Nashik
Date: August 14, 2018



BEDMUTHA INDUSTRIES LIMITED

Regd. Office : A - 32 , S.T.I.C.E. Musalgaon MIDC , Sinnar Nashik-422 103

Website : www.bedmutha.com

CIN : L31200MH1990PLC057863

Standalone Unaudited Segment Revenue, Results, Segment Assets and Segment Liabilities for the Quarter ended on 30th June, 2018

Particulars	(Rs. in Lakhs - except otherwise stated)			
	For the Quarter Ended On			For Year Ended on
	Jun-18 (Unaudited)	Mar-18 (Audited)	Jun-17 (Unaudited)	Mar-18 (Audited)
1. Segment Revenue (Gross) :-				
Steel	5,832.52	6,567.00	11,291.87	35,766.82
Copper	5,591.83	5,602.12	5,214.05	20,984.97
EPC Projects	2,518.90	4,383.96	431.01	5,176.25
Others	-	-	-	-
Total	13,943.25	16,553.08	16,936.93	61,928.03
Less : Inter Segment Revenue	-	24.82	-	98.33
Gross Revenue From Operations	13,943.25	16,528.25	16,936.93	61,829.70
2. Segment Results Profit / (Loss) before finance costs, exceptional items & tax:				
Steel	(440.68)	(58.70)	(663.98)	(3,520.91)
Copper	371.61	393.32	268.17	1,436.69
EPC Projects	302.66	262.83	(178.57)	(64.04)
Others	0.16	(46.98)	0.87	(44.78)
Total Segment Results Profit / (Loss) before finance costs, exceptional items & tax	233.76	550.47	(573.52)	(2,193.04)
Less :				
Finance Cost	1,642.20	1,573.93	1,318.29	6,005.64
Total Segment Results Profit / (Loss) before Exceptional Items	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
Total Segment Results Profit / (Loss) before tax	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
Tax Expense	-	-	-	-
Total Segment Results Profit / (Loss) after tax	(1,408.44)	(1,023.46)	(1,891.80)	(8,198.68)
3. Segment Assets :				
Steel	41,902.40	44,974.13	57,492.64	44,974.13
Copper	14,189.07	8,901.33	7,709.25	8,901.33
EPC Projects	10,183.54	7,385.17	856.26	7,385.17
Others	85.44	131.27	282.42	131.27
Total	66,360.45	61,391.90	66,340.57	61,391.90
4 Segment Liabilities :				
Steel	56,193.05	55,564.45	58,595.02	55,564.45
Copper	8,574.10	4,490.12	5,112.53	4,490.12
EPC Projects	4,761.18	3,058.14	(348.31)	3,058.14
Others	32.24	70.89	161.43	70.89
Total	69,560.57	63,183.60	63,520.67	63,183.60

As per our report of even date

for A. D. Kulkarni & Co.

for & on behalf of Board of Directors of

Bedmutha Industries Limited


Anil D. Kulkarni
Chartered Accountants
Proprietor
M No. 049739
Firm Reg No. 115959W




Vijay Vedmutha
Managing Director
(DIN : 00716056)

Place: Nashik
Date: August 14, 2018

Notes

- 1 The above Standalone financial results for the quarter ended June 30, 2018 were taken on record at the meeting of Board of Directors held on August 14, 2018 after being reviewed and recommended by the Audit committee.
- 2 The Company has adopted Ind AS 115 - Revenue from Customers which is effective from 1 April 2018. The adoption of Ind AS 115 did not have any material impact on recognition and measurement of revenue and related items in the unaudited standalone financial results for the quarter ended 30 June 2018.
- 3 Post 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 quarter ended 30 June 2018 is not comparable to the quarter ended 30 June 2017.
- 4 The Statutory Auditors have expressed qualified opinion in their limited review report for the quarter ended June 30 ,2018 in respect of following matter :-

"During the quarter in respect of preparation of unaudited financial results of the company on going concern basis for the reasons stated therein, the Company has incurred net loss of Rs. 14.08 crores resulting into accumulated losses of Rs. 141.78 crores. The Company's current liabilities exceed current assets. These matters require substantial debt reduction in the company also additional cash flow is required to fund the operations as well as other obligations."

Management Reply:-

The major loss had occurred in the FY 2017-18 which was one time event, because of this effect current quarter losses have occurred though to lesser extent. In view of this stress, the company is in active discussion with the lenders to restructure the loans so that the company can re-establish & the discussion are in advance stage with the lenders.

Further as stated in our management reply for previous quarter the intention of the company is same to raise the funds as stated below to re-capitalize the net worth:-

- 1) Company is in the process of restructuring its loan from bankers which will result in loan reduction by approx. 200 crs due to conversion of term loan in CRPS. This will improve the net worth of the company by approx. 200 crs. and reduction of debt of the company by approx. 200crs.
- 2) Secondly, to improve the liquidity position and capacity utilization/Operations of the company , company is in the process of raising minimum funds of 40 crs from Investors or NBFC. This is also a precondition from Bankers to pass the restructuring plan.
- 3) Company being a Mega project has un-accrued Incentive from Govt of Maharashtra to the tune of Rs 200 Crs. Only 68 crs of the incentive has been accrued till 30/06/2018.
- 4) Also company has decided to sell its non-core assets to improve its liquidity for operations and also for Debt reduction. Accordingly financial statements have been prepared on the basis that company is a going concern.



5 The Company has five segments mainly:

- i Wire & Wire Products
- ii Copper Products
- iii Consultancy *
- iv Windmill
- v EPC Projects

*As regards the Consultancy / Contracting activities of the Company, the same are carried out in the name of M/S K.R. Bedmutha & Techno Associates.

(During the period, No significant revenue was generated in Consultancy & Windmill, Hence no separate segment reporting is done).

6 During the Quarter, investor complaints ;

- i. O/s at the beginning of the quarter : Nil ,
- ii. Complaints received and resolved in the quarter : Nil,
- iii. O/s at the end of the Quarter : Nil

7 The standalone results are being forwarded to the Stock Exchanges (BSE and NSE) for uploading on their respective websites and on Company's website.

8 Previous periods figures have been re-grouped and re-arranged as and when necessary.

As per our report of even date

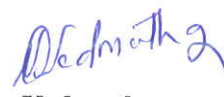
for **A. D. Kulkarni & Co.**

for & on behalf of Board of Directors of

Bedmutha Industries Limited



Anil D. Kulkarni
Chartered Accountants
Proprietor
M No. 049739
Firm Reg No. 115959W



Vijay Vedmutha
Managing Director
(DIN : 00716056)

Place: Nashik

Date: August 14, 2018