



# VBC FERRO ALLOYS LIMITED

(An ISO 9001-2000 Company)



VBCFAL / SEC / 2019 /

August 13, 2019

**The Bombay Stock Exchange Limited  
Floor 25, P J Towers  
Dalal Street  
MUMBAI – 400 001.**

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting -reg**

**Ref: Scrip Code - 513005**

In compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that a meeting of the Board of Directors of the Company was held on 13<sup>th</sup> day of August, 2019 at the Registered Office of the Company at 6-2-913/914, 3<sup>rd</sup> Floor, Progressive Towers, Khairatabad, Hyderabad-500004 and the following items were considered and taken on record and approved:

1. The Un-Audited Financial Statements for the quarter ended June 30th March 2019 were considered and taken on record.
2. Silicon Mines Private Limited have subscribed for 5,50,000 Nos convertible warrants against their entitlement of 5,50,000 by bringing the balance amount of Rs.33.75 for each warrant. VBC Ferro Alloys Ltd issued 5,50,000 No. of Equity Shares of Rs.10/- each with a premium of Rs.35/- for each equity share to Silicon Mines Private Limited by converting convertible warrants into Equity Shares.
3. Ms.M Aishwarya have subscribed for 1,83,300 Nos convertible warrants against her entitlement of 2,30,000 by bringing the balance amount of Rs.33.75 for each warrant. VBC Ferro Alloys Ltd issued 1,83,300 No. of Equity Shares of Rs.10/- each with a premium of Rs.35/- for each equity share to Ms.M Aishwarya by converting convertible warrants into Equity Shares.

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[/ info@vbcfal.in](mailto:info@vbcfal.in), Web: [www.vbcfal.in](http://www.vbcfal.in),  
CIN: L27101TG1981PLC003223

**FACTORY:** Rudraram Village, Patancheru Mandal, Sangareddy District, 502 329, Telangana State, India  
**Tel:** +91 8455 221802/4/5/6,  
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4. Conversion of un-secured loan of Mr M S Lakshman Rao for Rs.1,75,50,000/- into 3,90,000 into fully paid up warrants.

VBC Ferro Alloys Ltd issued 3,90,000 No. of Equity Shares of Rs.10/- each with a premium of Rs.35/- for each equity share to Mr M S Lakshman Rao by converting convertible warrants into Equity Shares.

5. Conversion of un-secured loan of Mr M S P Rama Rao for Rs.4,05,00,000/- into 9,00,000 into fully paid up warrants.

VBC Ferro Alloys Ltd issued 9,00,000 No. of Equity Shares of R.s.10/- each with a premium of Rs.35/- for each equity share to Mr M S P Rama Rao by converting convertible warrants into Equity Shares.

6. Appointment of Mr. M Siddhartha as an Additional Director of the company.

7. It was decided that the AGM of company will be held on September 30, 2019 at 11am.

8. Book Closure for the purpose of Annual General Meeting from September 23, 2019 to September 30, 2019 both days inclusive.

We are herewith annexing the financial results & Limited Review Report of the Auditor for the quarter ended June 30<sup>th</sup>, 2019 for the records of Exchange.

The meeting concluded at 7.30pm.

This is for your information and records.

Yours faithfully  
for VBC Ferro Alloys Limited



M.V. Ananthakrishna  
Whole-Time Director



# VBC FERRO ALLOYS LIMITED

(An ISO 9001 - 2008 Company)



UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019

Amount Rs. in Lakhs

Particulars	Quarter Ended			Year Ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	UnAudited	Audited	UnAudited	Audited
<b>om Operations</b>				
<b>I Sales / Income from Operations</b>	2149.57	418.57	0.00	418.57
<b>II Other Operating Income</b>	0.00	0.00	0.00	0.00
<b>III Total Income from Operations (I+II)</b>	2149.57	418.57	0.00	418.57
<b>IV Expenses</b>				
a) Cost of materials consumed	649.93	442.66	0.00	442.66
b) Changes in inventories of finished goods, work-in-progress	229.77	(626.11)	0.00	(626.11)
c).Power and Fuel	1250.29	755.59	0.00	759.02
d) Employee benefits expense	121.45	118.82	41.02	305.61
e) Depreciation and amortization expense	171.03	320.50	14.60	645.43
f) Other expenses	104.80	133.82	55.40	245.67
<b>Total expenses (IV)</b>	2527.27	1145.28	111.02	1772.28
<b>V Loss from Operations before Other Income, Finance Costs and Exceptional Item (III-IV)</b>	(377.70)	(726.71)	(111.02)	(1353.71)
Other income	12.17	223.12	0	225.09
<b>VI Loss from ordinary activities before Finance Costs and Exceptional Item (V+VI)</b>	(365.53)	(503.59)	(111.02)	(1128.62)
<b>VII Finance costs</b>	16.71	14.14	82.11	173.26
<b>VIII Loss from ordinary activities after Finance Costs but before Exceptional Item (VI+VII)</b>	(382.24)	(517.73)	(193.13)	(1301.88)
<b>IX Exceptional items</b>				
Profit on sale of Fixed Assets	528.65	0.00	0.00	0.00
I T paid for earlier years	17.24	0.00	0.00	0.00
Provisions no longer required	0.00	0.00	0.00	619.73
* Impairment of value of Investment(Note No.6)	0.00			14306.46
<b>X Profit/(Loss) from ordinary activities before Tax (VIII+IX)</b>	129.17	(517.73)	(193.13)	(14988.61)
<b>XI Tax expenses</b>	0.00	0.00	0.00	0.00
<b>XII Profit/(Loss) for the Quarter (X+XI)</b>	129.17	(517.73)	(193.13)	(14988.61)
<b>XIII Total Other Comprehensive Income [(Gains)/Losses]</b>	900.44	1.23	0.00	1.23
<b>XIV Changes in property plant and equipment recognised to Revaluation Surplus</b>	-	-	-	19165.50
<b>XV Total Comprehensive Income/(Loss) for the Quarter (XIII+XIV)</b>	(771.27)	(518.96)	(193.13)	4175.65
(Comprising Profit/(Loss) and other comprehensive income for the period)				
Paid-up equity share capital (Face Value Rs.10/- each)	1216.75	1216.75	439.50	1216.75
<b>Earnings per equity share (of Rs 10/- each)</b>				
Basic	1.06	(4.26)	(4.39)	(312.07)
Diluted	1.06	(4.26)	(4.39)	(205.19)

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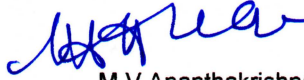
Sno. Particulars	Quarter Ended
	30.06.2019
<b>B. Investor Complaints :</b>	
1 Pending at the beginning of the quarter	Nil
2 Received during the quarter	0
3 Disposed of during the quarter	0
4 Remaining unresolved at the end of the quarter	Nil

**Notes:**

- 1 The above unaudited financial results of the Company have been approved by the Board of Directors on recommendations of the Audit Committee at its meetings held on 13th August, 2019.
- 2 These financial results have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 The company has complied with all the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with the relevant rules.
- 4 Company resumed its manufacturing operations w.e.f .18/02/2019
- 5 The auditors have qualified in their report for the year ended 31st March, 2019 regarding the non provision of Rs 56,54,81,522/- towards load shortfall charged, as the matters are pending before Telangana State Electricity Regulatory Commission(TSERC).
- 6 \* The Lenders of KGPL have approached NCLT, Hyderabad Bench u/s 7 of the Insolvency and Bankruptcy (IBC)Code, 2016. Therefore , Company has taken into consideration of impairment of value of investments of Konaseema Gas Power Limited(KGPL).
- 7 During the quarter ended 30.06.2019 the company has sold land to the extent of 3.95 Acres.
- 8 Segmental reporting as per Ind AS-108 issued by the ICAI is not applicable, as the Company is engaged in manufacture of a single line of product.
- 9 Figures for the previous periods/year have been regrouped/reclassified wherever necessary.

Place: Hyderabad  
Date: 13.08.2019

For VBC Ferro Alloys Limited

  
M.V. Ananthkrishna  
Whole Time Director



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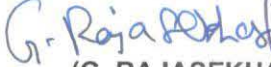


**REPORT ON THE LIMITED REVIEW CARRIED OUT ON THE UNAUDITED FINANCIAL RESULTS OF 'VBC FERRO ALLOYS LIMITED, HYDERABAD' FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE, 2019.**

1. We have reviewed the unaudited financial results of VBC Ferro Alloys Limited (the "Company") for the quarter 30<sup>th</sup> June, 2019. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial 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 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 standalone 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. We draw attention to non-provision for deemed energy charges and surcharge of earlier years amounting to Rs.5654.82 Lakhs pending outcome on the aforesaid issue with TSERC has resulted in understatement of the loss for the period.
4. Based on our review conducted as above, except for the possible effects of our observations in para 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies for the quarter ended 30<sup>th</sup> June, 2019, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Visakhapatnam  
Date: 13.08.2019

For C V RAMANA RAO & CO.  
Chartered Accountants  
Firm Registration Number: 002917S

  
(G. RAJASEKHARI)

Partner  
Membership Number: 236023

VDIN: 19236023AAAAAQ1214