



VBC FERRO ALLOYS LIMITED

(An ISO 9001-2000 Company)



VBCFAL / SEC / 2020 /

February 14, 2020

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

Dear Sir/Madam,

**Sub: Outcome of the adjourned Board Meeting held of February 14, 2020-
Ref: Scrip Code - 513005**

In compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that a adjourned meeting of the Board of Directors of the Company was held on 14th day of February, 2020 at the Registered Office of the Company at 6-2-913/914, 3rd Floor, Progressive Towers, Khairatabad, Hyderabad- 500004 and the following items were considered and approved:

1. The Board reviewed and taken on record the Un-Audited Financial Results for the quarter/half year ended 31st December 2019
2. The Board decided to take up the demerger of the Power Division from VBC Ferro Alloys Limited on a priority basis first and the merger of Orissa Power Consortium Limited with VBC Ferro Alloys Limited later in phase II.

The Un-audited Financial Results are annexed.

The meeting of the board of directors commenced at 5.00 PM and concluded at 6.00 PM.

This is for your information and records.

Thanking You,

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 9 MONTHS ENDED 31ST DECEMBER, 2019

Amounts in Lakhs

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019
	UnAudited	UnAudited	UnAudited	UnAudited	UnAudited	Audited
Income from Operations						
I Sales / Income from Operations	159.82	1842.57	0	4151.96	0	418.57
II Other Operating Income	0.00	0.00	0	0	0	0
III Total Income from Operations (I+II)	159.82	1842.57	0	4151.96	0	418.57
IV Expenses						
a) Cost of materials consumed	68.45	538.65	0	1257.03	0	442.66
b) Changes in inventories of finished goods, work-in-progress	39.09	307.20	0	576.06	0	(626.11)
c).Power and Fuel	671.19	998.71	3.43	2920.19	3.43	759.02
d) Employee benefits expense	52.09	120.23	86.39	293.77	186.79	305.61
e) Depreciation and amortization expense	166.17	176.63	137.29	513.83	324.93	645.43
f) Other expenses	101.93	123.30	71.72	330.03	111.84	245.67
Total expenses (IV)	1098.92	2264.72	298.83	5890.91	626.99	1772.28
V Loss from Operations before Other Income, Finance Costs and Exceptional Item (III-IV)	(939.10)	(422.15)	(298.83)	(1738.95)	(626.99)	(1353.71)
Other income	11.08	2.80	0	26.05	0	225.09
VI Loss from ordinary activities before Finance Costs and Exceptional Item (V+VI)	(928.02)	(419.35)	(298.83)	(1712.90)	(626.99)	(1128.62)
VII Finance costs	27.98	16.83	12.88	61.52	159.12	173.26
VIII Loss from ordinary activities after Finance Costs but before Exceptional Item (VI+VII)	(956.00)	(436.18)	(311.71)	(1774.42)	(786.11)	(1301.88)
IX Exceptional items						
Profit on sale of Fixed Assets	0.00	0.00	0.00	528.65	0.00	0.00
IT paid for earlier years	0.00	0.00	0.00	17.24	0.00	0.00
Provisions no longer required	0.00	0.00	0.00	0.00	621.70	619.73
* Impairment of value of Investment(Note No.6)	0.00	0.00	0.00	0.00	14306.46	14306.46
X Profit/(Loss) from ordinary activities before Tax (VIII+IX)	(956.00)	(436.18)	(311.71)	(1263.01)	(14470.87)	(14988.61)
XI Tax expenses	0.00	0.00	0.00	0.00	0.00	0.00
XII Profit/(Loss) for the Quarter (X+XI)	(956.00)	(436.18)	(311.71)	(1263.01)	(14470.87)	(14988.61)
XIII Total Other Comprehensive Income [(Gains)/Losses]	0.00	0.00	0.00	(900.44)	19165.50	1.23
XIV Changes in property plant and equipment recognised to Revaluation Surplus	-	-	-	-	-	19165.50
XV Total Comprehensive Income/(Loss) for the Quarter (XIII+XIV)	(956.00)	(436.18)	(311.71)	(2163.45)	4694.63	4175.65
(Comprising Profit/(Loss) and other comprehensive income for the period)						
Paid-up equity share capital (Face Value Rs. 10/- each)	1419.09	1419.09	439.50	1419.09	439.50	1216.75
Earnings per equity share (of Rs 10/- each)						
Basic	(6.74)	(3.07)	(7.09)	(8.90)	(329.26)	(312.07)
Diluted	(6.74)	(3.07)	(7.09)	(8.90)	(329.26)	(205.19)

OFFICE: 6-2-913/914, 3rd Floor, Progressive Towers,
 Khairatabad, Hyderabad - 500 004. T.S. India.
 Tel: +91 40 23301200 / 1230; Web: www.vbcfal.in
 Mail: vbcsilicon@gmail.com / info@vbcfal.in

FACTORY: Rudram Village, Patancheru Mandal,
 Sangareddy District - 502 329, Telangana State, India.
 Tel: +91 8455 221802/4/5/6
 Mail: vbcfalplant@gmail.com / plant@vbcfal.in

CIN: L27101TG1981PLC003223



VBC FERRO ALLOYS LIMITED

(An ISO 9001 - 2008 Company)



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 14th February, 2020.
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.
- 2 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.
- 3 **The auditors have qualified in their report for the Quarter ended 31st December, 2019 regarding the,**
 1. 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.
 2. The company has not measured its Investments in Equity Instruments designed to be measured at Fair Value through Other Comprehensive Income at fair values as required by Indian Accounting Standard "Financial Instruments" (Ind AS 109), the impact of the same on the loss of the company is not ascertainable.
 3. The balances lying in the lenders', sundry creditors, like, suppliers', service providers', employees' and customers' accounts are subject to confirmation, reconciliation. The impact of the same on reconciliation on the statement of affairs of the company is not ascertainable.
 4. The company during the period has not provided Liability towards "Employer contribution to Provident fund, ESI, Gratuity, Leave encashment". The impact of the same on the loss of the company is not ascertainable
- 5 * 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).
- 6 Segmental reporting as per Ind AS-108 is not applicable, as the Company is engaged in manufacture of a single line of product.

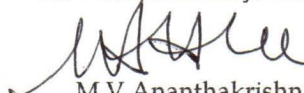
7 Investor Complaints :

SL. No.	Particulars	Quarter Ended 31.12.2019
1	Pending at the beginning of the quarter	Nil
2	Received during the quarter	1
3	Disposed of during the quarter	1
4	Remaining unresolved at the end of the quarter	Nil

- 8 Figures for the previous periods/year have been regrouped/reclassified wherever necessary.

Place: Hyderabad
Date: 14.02.2020

For VBC Ferro Alloys Limited


M.V. Ananthakrishna
Whole Time Director



OFFICE: 6-2-913/914, 3rd Floor, Progressive Towers,
Khairatabad, Hyderabad - 500 004. T.S. India.
Tel: +91 40 23301200 / 1230; Web: www.vbcfal.in
Mail: vbcsilicon@gmail.com / info@vbcfal.in

FACTORY: Rudraram Village, Patancheru Mandal,
Sangareddy District - 502 329, Telangana State, India.
Tel: +91 8455 221802/4/5/6
Mail: vbcfalplant@gmail.com / plant@vbcfal.in

CIN: L27101TG1981PLC003223



REPORT ON THE LIMITED REVIEW CARRIED OUT ON THE UNAUDITED FINANCIAL RESULTS OF 'VBC FERRO ALLOYS LIMITED', HYDERABAD FOR THE QUARTER ENDED 31st DECEMBER, 2019.

To
The Board of Directors of VBC FERRO ALLOYS LIMITED

1. We have reviewed the unaudited financial results of VBC Ferro Alloys Limited (the "Company") for the quarter ended 31st December, 2019 (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 amended from time to time, to the extent applicable. The statement is the responsibility of the Company's management and has been approved by the Board of Directors at its meeting held on 14th February, 2019. 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 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 the following,
 - a. 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.
 - b. The company has not measured its Investments in Equity Instruments designed to be measured at Fair Value through Other Comprehensive Income at fair values as required by Indian Accounting Standard "Financial Instruments" (Ind AS 109), the impact of the same on the loss of the company is not ascertainable.
 - c. The balances lying in the lenders', sundry creditors, like, suppliers', service providers', employees' and customers' accounts are subject to confirmation, reconciliation. The impact of the same on reconciliation on the statement of affairs of the company is not ascertainable.



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 31st December, 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 read with SEBI 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.

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

G. Rajasekh

(G. RAJASEKHAR)

Partner

Membership Number: 236023

UDIN: 20236023AAAAAJ4127



Place: Visakhapatnam

Date: 14.02.2020



VBC FERRO ALLOYS LIMITED

(An ISO 9001 - 2008 Company)



Statement on Impact on observation mentioned in Report on Limited Review carried out on Un-audit Financial Results for the quarter ended 31st December 2019 by the Statutory Auditors

Audit Qualification	Reply given by the Board
3a. 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.	Company approached Telangana State Electricity Regulatory Commission (TSERC) with a request to waive the demand as the said amounts relating to deemed energy charges. Hope that Company will get a favourable decision from TSERC/TSSPDCL and hence, the Board is not providing any liability.
3b. The company has not measured its Investments in Equity Instruments designed to be measured at Fair Value through Other Comprehensive Income at fair values as required by Indian Accounting Standard "Financial Instruments" (Ind AS 109), the impact of the same on the loss of the company is not ascertainable.	The financial results of Investee Companies not yet received. Therefore, we could not comply the said requirement.
3c. The balances lying in the lenders', sundry creditors, like, suppliers', service providers', employees' and customers' accounts are subject to confirmation, reconciliation. The impact of the same on reconciliation on the statement of affairs of the company is not ascertainable.	Company is yet to receive.



OFFICE: 6-2-913/914, 3rd Floor, Progressive Towers, Khairatabad, Hyderabad - 500 004. T.S. India.
Tel: +91 40 23301200 / 1230; Web: www.vbcfal.in
Mail: vbcsilicon@gmail.com / info@vbcfal.in

FACTORY: Rudraram Village, Patancheru Mandal, Sangareddy District - 502 329, Telangana State, India.
Tel: +91 8455 221802/4/5/6
Mail: vbcfalplant@gmail.com / plant@vbcfal.in

CIN: L27101TG1981PLC003223