

August 6, 2018

Bombay Stock Exchange Ltd.
(Scrip Code-500365)
Listing Department,
P. J. Towers, Dalal Street,
Mumbai - 400 001

Reg:

1. Un-audited financial results for the quarter ended June 30, 2018
2. Outcome of Board meeting pursuant to Regulation 30(6) read with Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/ Madam,

Please be informed that:

1. Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Un-audited Financial Results for the quarter ended June 30, 2018 ("UFR") prepared in accordance with IND-AS, as reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held today. Also attached is the Limited Review Report of the Auditors of the Company on the UFR.
2. The Board has approved increase in capex plan from Rs.150 Cr. to Rs.232 Cr.

Looking to the long term promising outlook for the Company's business segment viz manufacturing of alloy steel and seamless tube and the unit being located in Gujarat, the Board decided for strategic capex of approximately Rs. 232 Crs as follows to establish the Company as a dominant player in the country:

- Aprx Rs. 125 Crs - To put up new state of art, world class, fully automated rolling mill to manufacture small diameter i.e. 20 mm - 70 mm rolled products in-house, which is presently rolled outside. This will provide good opportunity to penetrate in two wheeler and three wheeler auto segments having growth rate of double digit with major rural market.
- Aprx Rs. 23 Crs- To put up the facilities like AOD, induction furnace etc. to manufacture engineering grade Stainless steel long products, partly will be used for in-house seamless tube making and also for merchant marketing.
- Aprx Rs. 35 Crs - Planned for existing seamless pipe plant to produce engineering grade of stainless steel seamless tubes & pipes for critical application in nuclear power plants, oil and gas sectors, space and aviation etc.



Certificate No. 20004218 TS09 ISO/TS 16949:2009
Certificate No. 20004218 QM08 ISO 9001:2008
CIN : L27100GJ1980PLC020358



Corporate Office: B/9, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel (West), Mumbai - 400 013.
Tel.: +91-22-266136000 / 24908000 Fax : +91-22-24908020 www.rmgalloysteel.com

Registered Office & Works: Plot No.1, G.I.D.C. Industrial Estate, Jhagadia - Valia Road, Jhagadia Dist. Bharuch - 393 110.
Gujarat. (INDIA) Tel: +91-2645-619700 Fax: +91-2645-226841

- In addition, aprx Rs.50 Crs capex is towards common utility, infrastructure, contingencies etc.

This investment is expected to be fully recovered in 3-5 years through Gujarat Government Incentives.

3. Drastic Reduction of Debt of Rs.353.13 crores:

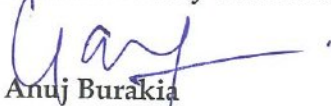
The Company raised funds by way of private placement in the month of May 2018 post which the Company paid four out of five banks i.e. Bank of Baroda, Andhra Bank, Federal Bank and Lakshmi Vilas Bank. Total outstanding with banks were Rs.397.98 Cr, out of which 4 banks were paid with a net discount of Rs.50.77 Cr. Post payment, presently the Company is operating with Corporation Bank only with outstanding Debt of Rs.44.85 crores.

4. With effect from the date, Mr. Balkrishan Goenka (DIN: 00270175), has been appointed as an additional director (Non-executive) (Brief Profile given as Annexure I), whereas Mr. Hanuman Kanodia and Mr. Aneel Lasod (both being Non-executive directors) and Mr. Ashok Jain, independent director have resigned w.e.f. August 6, 2018 due to their other pre-occupation.
5. Mr. Anuj Burakia has been re-appointed as a Whole Time Director of the Company w.e.f. July 27, 2018 for further period of 3 years, subject to approval of members to the extent necessary.
6. Ms. Rashmi Mamtura has been appointed as the Company Secretary and Compliance Officer of the Company (Brief Profile given as Annexure I) in place of Mr. Nilesh Javkar who ceased to be Company Secretary and Compliance Officer w.e.f. August 6, 2018.

The Board meeting commenced at 5.30 pm and concluded at 11.30 P.M.

Kindly take the same on record.

Yours Faithfully,
For RMG Alloy Steel Limited


Anuj Burakia
Director
DIN: 02840211



Annexure I

BRIEF PROFILE OF Mr. BALKRISHAN GOENKA (DIRECTOR)

Mr. Balkrishan Goenka, a commerce graduate, is one of the promoters of Welspun Group from its inception. Mr. Goenka has steered the business of Welspun Group to its present heights. He began his career when he launched Welspun at the young age of 18 in 1985, and became a Full time Director of the Group in 1991. Mr. Goenka has played a pivotal role in the success of the Welspun Group, a story he has scripted with his vision, dynamism and dedication. Under his able guidance, Welspun was awarded the Emerging Company of the Year at Economic Times Awards in 2008.

BRIEF PROFILE OF Ms. RASHMI MAMTURA (COMPANY SECRETARY AND COMPLIANCE OFFICER)

Ms. Rashmi Mamtura is a Commerce and Law Graduate and a fellow member of the Institute of Company Secretaries of India (FCS - 8658) and having more than 10 years of experience, she is associated with welspun group since 2010, responsible for secretarial compliances.

For RMG Alloy Steel Limited



Anuj Burakia

Director

DIN: 02840211



RMG ALLOY STEEL LTD

Regd. Office : Plot No. 1, GIDC Industrial Estate, Jhagadia, Dist. Bharuch, Gujarat-393110

Website : www.rmgalloysteel.com, Email ID : allcompanysecretaryofrmgl@welspun.com

CIN : L27100GJ1980PLC020358

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2018

(Rs. In Lacs)

Sr. No	Particulars	Quarter Ended			Year Ended
		30.06.2018	31.03.2018	30.06.2017	31.03.2018
		Un-Audited			Audited
1	Income				
a)	Revenue from Operations	11,046	10,136	4,390	24,009
b)	Other Income	196	214	212	468
	Total Revenue	11,242	10,350	4,602	24,477
2	Expenses				
a)	Cost of materials consumed	7,076	6,461	2,635	14,624
b)	Changes in inventories of finished goods, work in progress and stock in trade	(481)	(321)	(1,043)	(1,109)
c)	Excise Duty on sale of goods	-	-	483	483
d)	Employees benefits expenses	474	365	353	1,428
e)	Depreciation and Amortisation expenses	163	173	164	661
f)	Power & fuel	2,360	2,195	1,357	5,897
g)	Finance Costs	539	1,276	1,155	4,683
h)	Consumption of stores & spares	1,475	1,091	307	2,413
i)	Other expenses	717	492	241	1,348
	Total Expense	12,323	11,732	5,652	30,428
3	Profit/(Loss) before exceptional items and Tax (1-2)	(1,081)	(1,382)	(1,050)	(5,951)
4	Exceptional Items {Refer note - 5 (a) and (b)}	2,949	500	-	500
3	Profit/(Loss) before tax (1-2)	1,868	(882)	(1,050)	(5,451)
4	Tax expenses	-	-	-	-
5	Net Profit/(Loss) for the period (3-4)	1,868	(882)	(1,050)	(5,451)
6	Other Comprehensive Income				
a)	Items that will be reclassified to profit or loss				
	Items that will not be reclassified to profit or loss	3	38	(9)	13
	Total Other Comprehensive Income Net of Income tax	3	38	(9)	13
	Total Comprehensive Income for the period	1,871	(844)	(1,059)	(5,438)
7	Paid-up equity share capital (Rs.6/- per equity share)	20,802	6,506	6,506	6,506
8	Earnings per share (Face Value of Rupees 6/ Each)				
	- Basic	0.42	(1.06)	(1.13)	(5.84)
	- Diluted	0.42	(1.06)	(1.13)	(5.84)

Notes :

- The above results have been reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors at its meeting held on 6th August, 2018.
- The Company is engaged in the business of steel & steel products such as Seamless Tubes & Rolled Products which in the opinion of the Management is considered the only business segment in the context of IND AS 108 on "Operating Segment", as specified under section 133 of Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015.
- As the deferred tax asset is higher than the deferred tax liability as computed in accordance with the IND AS 12, specified under section 133 of Companies Act, 2013, read with the Companies (Indian Accounting Standards) Rules, 2015, the Company, as a matter of prudence, has not recognised any deferred tax asset.
- During the last two quarters, the Company reduced debt liability by Rs.35,313 Lacs and outstanding liabilities as on 30th June 2018 is Rs.5,297 Lacs. The company raised Rs.40,500 Lacs through preferential allotment of shares / warrants / loan from Welspun Steel Limited, which have been utilised for repayment of borrowings, augmentation of working capital and capex for offering new / improved product range. This significant debt reduction has resulted in reduction of interest burden drastically. Accordingly, inspite of negative net worth of the Company the financial result have been prepared on a going concern basis and no adjustments are required to the carrying amount of assets and liabilities. This matter has been referred to by Auditors in the report as matter of emphasis.
- a) During the quarter, the Company paid Rs.29,458 Lacs to lenders and got waiver of Rs. 3,091 Lacs. In preceding quarter ended on 31st March 2018, the Company paid Rs.2,264 Lacs and got waiver of Rs. 500 Lacs .
b) As per the recent Judgement of Supreme Court of India in case of Civil Appeal Nos 13047-13048 of 2017 held that reduction in input tax credit in case of sale in course of inter-state would be applied whenever a case gets covered by sub-clause (ii) and again when sub-clause (iii) of section 11(3) of Gujarat Value Added tax Act, 2003 is attracted. Accordingly the Company has calculated and reversed Vat refundable amount of Rs 141.78 lacs pertaining to the earlier years.
- The figures for the previous period have been regrouped / rearranged, wherever necessary, to make them comparable.

Date: 6th August 2018
Place: Mumbai

For and on behalf of Board

Director

Independent Auditor's Review Report

Limited Review Report on unaudited Quarterly Financial Results of RMG ALLOY STEEL LIMITED Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

To,
The Board of Directors of **RMG Alloy Steel Limited**,

1. We have reviewed the accompanying statement of unaudited Financial Results ("the Statement") of **RMG Alloy Steel Limited ("the Company")** for the quarter ended 30th June 2018, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI.
2. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on 6th August, 2018. Our responsibility is to issue a report on the Statement based on our review.
3. 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 Auditor of the Entity' specified under Section 143 (10) of the Companies Act, 2013 ('the Act'). This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited primarily to inquiries of Company's personnel and analytical procedures applied 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.
4. Based on our review conducted as 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 applicable Accounting Standards ('Ind AS') prescribed under Section 133 of the Act read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 read with relevant circulars issued by SEBI, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

5. We draw attention to Note 4 of the accompanying statement; the Company's net worth is eroded indicating the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern. Considering the matters set out in the said note, this statement is prepared on a going concern basis. Our review report is not modified in respect of this matter.
6. The Financial Results includes the results for the Quarter ended 31st March 2018 being the balancing figure between audited figures in respect of the full previous financial year and the published unaudited year to date figures up to the third quarter of the previous financial year which were subjected to limited review by us.
7. Figure for the corresponding quarter ended 30th June 2017 had been reviewed by Chaturvedi & Shah, Chartered Accountants.



For Pathak H D & Associates
Chartered Accountants
(Firm's Registration No: 107783W)

A handwritten signature in blue ink, appearing to read 'Vishal D. Shah'.

Vishal D. Shah
Partner

Membership No. 119303

Place: Mumbai
Date : 6th August, 2018