

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

(Rs. In Lakhs)

Particulars	Quarter ended			Year ended	Year ended
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Unaudited Refer Note 2	Unaudited	Unaudited Refer Note 2	Audited	Audited
I Revenue from Operations	22,888.94	22,898.59	456.83	66,325.06	716.79
II Other Income	55.67	6.15	66.82	113.97	423.50
III Total Income	22,944.61	22,904.74	523.65	66,439.03	1,140.29
IV Expenses					
Cost of Materials consumed	20,241.78	17,996.07	515.92	55,969.67	686.46
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,729.29)	45.28	(131.63)	(2,235.70)	(52.30)
Employee Benefit Expenses	442.25	454.95	16.33	1,211.73	24.81
Finance Cost	317.40	221.15	0.38	601.10	1.32
Depreciation and Amortisation Expense	408.00	271.23	35.10	1,012.91	49.87
Other Expenses	1,499.06	1,563.55	36.52	3,955.51	60.21
Total Expenses	21,179.20	20,552.23	472.62	60,515.22	770.37
V Profit Before Taxes (III-IV)	1,765.41	2,352.51	51.03	5,923.81	369.92
VI Tax Expense:					
(a) Current Tax	251.30	411.03	7.62	977.85	72.78
(b) MAT credit entitlement	799.33	(411.03)	-	72.78	-
Net Current Tax	1,050.63	-	7.62	1,050.63	72.78
(c) Deferred Tax	(398.43)	550.73	26.01	646.86	32.28
Total Tax expense	652.20	550.73	33.63	1,697.49	105.06
VII Profit for the period (V-VI)	1,113.21	1,801.78	17.40	4,226.32	264.86
VIII Other Comprehensive Income					
Other Comprehensive income for the period	(2.09)	-	-	(2.09)	-
Income tax relating to above item	0.53	-	-	0.53	-
Other Comprehensive Income for the year	(1.56)	-	-	(1.56)	-
IX Total Comprehensive Income for the period (VII+VIII)	1,111.65	1,801.78	17.40	4,224.76	264.86
X Paid up Equity Share Capital of Rs.2 each	608.00	608.00	554.00	608.00	554.00
Other equity				19,346.76	12,746.01
XI Earnings per Equity Share of Rs. 2/- each					
Basic (in Rs.)	3.66	5.93	0.06	14.01	0.96
Diluted (in Rs.)	3.66	5.93	0.06	14.01	0.87

Notes :

- The statement of audited financial results ("The Statement") of Apollo Tricoat Tubes Limited ("the Company") for the quarter and year ended March 31, 2020 has been reviewed by the Audit Committee and approved by the Board of Directors ("The Board") of the Company at their respective meetings held on 30-April-2020. The Statement has been audited by the Statutory Auditor of the Company. The report of the statutory auditor is unqualified.
- Figures for the quarter ended March 31, 2020 and March 31, 2019 represent the difference between the audited figures in respect of full financial year and the unaudited published figures of nine months ended December 31, 2019 and December 31, 2018 respectively.
- The Statement has been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Regulations).
- Manufacturing facilities of the Company in (Malur) Karnataka and (Dujana) Uttar Pradesh were closed on March 24, 2020 following countrywide lockdown due to COVID-19. The Company has since obtained required permissions and restarted its manufacturing facilities partially at (Malur) Karnataka April 28, 2020. Based on the immediate assessment of the impact of COVID-19 on the operations of the Company and ongoing discussions with customers, vendors and service providers, the Company is positive of serving customer orders and obtaining regular supply of raw materials and logistics services after resumption of the operations. In assessing recoverability of trade receivables, the Company has considered subsequent recoveries, past trends, credit risks profile of the customers based on their industry, macroeconomic forecasts and internal and external information available up to the date of issuance of these results. In assessing recoverability of inventories, the Company has considered the latest selling prices, customer orders on hand and margins. Based on the above assessment, the Company is of the view that carrying amounts of trade receivables and inventories are expected to be realisable. The impact of COVID-19 may be different from that estimated as at the date of approval of these financial results, and the Company will continue to closely monitor the developments.
- Effective April 1, 2019 the company adopted "Ind-AS 116 : Lease applied to all lease contracts existing on April 1, 2019 using the modified retrospective approach along with the transaction option to recognised Right-of-Use Assets (ROU) at an amount equal to the lease liabilities. Accordingly, comparatives of the quarter and year ended March 31, 2019 have not been, retrospectively adjusted. The effect of this adoption is not material on the profit of the period and earning per share.
- During the quarter ended December 31, 2018, Shri Lakshmi Metal Udyog Limited (SLMUL), a wholly owned subsidiary of the APL Apollo Tubes Limited entered into a Share Purchase Agreement for the acquisition of 8,030,030 Equity Shares and Options attached to 4,300,000 Warrants of Apollo Tricoat Tubes Limited ("the Company") and triggered the Open offer in terms of the provisions of Regulation 3(1) and Regulation 4 of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011. The open offer process got completed on February 01, 2019 and SLMUL became the promoter of the Company.

During the offer period, SLMUL acquired 1,325,000 Equity Shares representing 5.16% of the paid-up share capital of Target Entity from open market and 1,536,209 Equity Shares representing 5.98% of the paid-up share capital of Target Entity as tendered under open offer, both aggregating to 2,861,209 Equity Shares representing 11.14% of the paid-up share capital of the company.

During the quarter ended June 30, 2019, SLMUL, completed the acquisition of 80,30,030 Equity Shares and Options attached to 43,00,000 warrants of the company. Further, the warrants were converted into equity shares. On completion of transfer of shares on June 17, 2019, SLMUL, held 1,54,60,000 equity shares representing 50.86% of paid up share capital of the company. Accordingly the company became a subsidiary of SLMUL with effect from June 17, 2019.

On September 13, 2019, the company allotted 356000 Equity Shares to non promoter category pursuant to conversion of 356000 fully convertible warrants as a result of which the paid up capital was increased from ₹6,00,88,000 to ₹6,08,00,000 (3,04,00,000 Equity shares of ₹2 each).

During the quarter ended March 31, 2020, SLMUL further acquired 2,38,761 equity shares of the Company from the market. As on March 31, 2020, SLMUL held 1,54,60,000 equity shares representing 50.86% of paid up share capital of the company.
- The Company has chosen to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under section 115BAA of the Income Tax Act, 1961 as introduced by the taxation Law (Amended) ordinance 2019. The impact of this change is included in the tax expenses and deferr tax credit for the quarter and year ended March 31, 2020.
- The Company operates in one segment i.e. manufacturing of Steel and Steel related products. Hence, no separate segment disclosures as per "Ind AS 108 : Operating Segments" have been presented as such information is available in the statement.
- Figures of the previous period/quarter have been regrouped wherever necessary.



STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2020

(Rs. In Lakhs)

Particulars	As at	As at
	31.03.2020	31.03.2019
	Audited	Audited
I. ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment	28,811.16	9,446.80
(b) Capital Work in Progress	136.17	5,978.56
(c) Intangible Assets	33.94	26.22
(d) Right of Use Assets	1,363.85	-
(e) Financial Assets		
(i) Other financial assets	176.54	85.33
(f) Other Non current assets	1,052.28	4,045.55
Total non current assets	31,573.94	19,582.46
(2) Current Assets		
(a) - Inventories	7,678.77	788.75
(b) Financial Assets		
(i) Trade Receivables	3,794.21	153.16
(ii) Cash and Cash Equivalents	476.14	4.48
(iii) Loans	12.89	-
(iv) Other Financial Assets	96.96	594.73
(c) Other current assets	1,971.61	1,031.39
Total current assets	14,030.58	2,572.51
Total Assets	45,604.52	22,154.97
II. Equity and Liabilities		
(1) Equity		
(a) Equity Share Capital	608.00	554.00
(b) Other Equity	19,346.76	12,746.01
Total equity	19,954.76	13,300.01
Liabilities		
(2) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	9,820.00	2,906.22
(ii) Lease Liabilities	3.60	-
(b) Provisions	28.37	5.14
(c) Deferred Tax Liabilities (Net)	767.11	48.00
(d) Other non-current liabilities	1,686.93	898.50
Total non-current liabilities	12,306.01	3,857.86
(3) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	456.48	2,547.36
(ii) Trade Payables		
-total outstanding dues of micro and small enterprises	-	-
-total outstanding dues other than above	10,049.21	38.03
(iii) Lease Liabilities	5.40	-
(iv) Other Financial Liabilities	2,450.95	615.33
(b) Other current liabilities	219.84	1,771.71
(c) Provisions	9.98	0.15
(d) Current tax liabilities (net)	151.89	24.52
Total current liabilities	13,343.75	4,997.10
Total Liabilities	25,649.76	8,854.96
Total Equity and Liabilities	45,604.52	22,154.97



Statement of Cash Flows for the year ended March 31,2020

Amount in ₹ lakhs

Particulars	Year ended March 31,2020	Year ended March 31,2019
A. Cash Flow from operating activities		
Profit before exceptional item and tax	5,923.81	369.92
Adjustments For		
Depreciation and amortisation expense	998.89	49.87
Finance Costs	600.82	1.32
Interest Income		
- Fixed Deposits	(17.73)	(17.82)
- Others	-	(183.91)
Finance charges on account of lease liability	0.28	
Operating Profit before working capital changes	7,506.07	219.39
Changes in Working Capital:		
Adjustment for (increase)/decrease in operating assets:		
Inventories	(6,890.03)	(709.41)
Trade receivables	(3,641.05)	530.80
Current loans and other financial assets	484.89	(497.77)
Non-current loans and other financial assets	(91.22)	(84.30)
Other current assets	(940.22)	4,102.14
Other non-current assets	1,641.35	13.95
Adjustment for increase/(decrease) in operating liabilities:		
Trade payables	10,011.18	-
Other current liabilities	(1,551.88)	(175.70)
Other current financial liabilities	1,835.62	610.06
Other non-current financial liabilities	-	-
Other non current liabilities	788.43	898.50
Provisions	33.06	4.79
Cash generated from/(used in) Operations	9,186.22	4,912.45
Net Income Tax paid	(852.59)	(131.70)
Net Cash flow from/(used in) operating activities (A)	8,333.62	4,780.75
B. CASH FLOW FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment, including capital advances	(14,536.46)	(12,988.03)
Interest Income	17.73	201.73
Net cash flow (used in) investing activities (B)	(14,518.72)	(12,786.30)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds / (Repayment) of Non-current borrowings (Secured)	6,913.78	2,906.22
Proceeds from Current borrowings (Secured)	(2,084.66)	2,547.36
Proceeds from issue of equity share capital	2,430.00	1,800.00
Proceeds from issue of Share Warrant	-	-
Finance Costs	(600.82)	(1.32)
Payments on account of lease liabilities	(1.53)	
Net cash flow from financing activities (C)	6,656.77	7,252.26
NET DECREASE/ INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	471.66	(753.30)
Cash and cash equivalents at the beginning of the year	4.48	759.76
Cash and cash equivalents at the end of the year	476.14	4.48
Cash and cash Equivalents comprises		
Cash in Hand	1.38	2.78
Balance with Scheduled Banks		
-In current Accounts	474.76	1.70
-In Fixed Deposit Accounts with original maturity of less than 3 months	-	-
Total Cash and Cash Equivalents	476.14	4.48

For Apollo TriCoat Tubes Limited



Rahul Gupta
 Managing Director
 DIN 07151792



Date: April 30, 2020

Place: Delhi

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Apollo Tricoat Tubes Limited

Report on the audit of Financial Results

Opinion

1. We have audited the annual financial results of Apollo Tricoat Tubes Limited for the year ended March 31, 2020 and the financial statement of assets and liabilities and the financial statement of cash flows as at and for the year ended on 31st March, 2020 pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:
 - i. Are presented in accordance with the requirements of Regulation 33 Of the Listing Regulations in this regard; and
 - ii. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 Of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of profit and other comprehensive income and other financial information for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on 31st March, 2020.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Financial Results' section of our report. We are independent of the company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Board of Director's Responsibilities for the Financial Results

4. These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the profit and other comprehensive income and other financial information of the company and the statement of assets and liabilities and the statement of cash flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 Of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 Of the Listing Regulations. The Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial results by the Directors of the Company, as aforesaid.
5. In preparing the financial results, the Board of Directors of the company are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors of the company are responsible for overseeing the financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

7. Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - i. Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit

procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - iv. Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - v. Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
 - vi. Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Company to express an opinion on the Financial Results.
9. We communicate with those charged with governance of the Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

10. The financial results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.
11. The financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited financial statements of the company for the year ended March 31, 2020 on which we have issued an unmodified audit opinion vide our report dated April 30, 2020.

For VAPS & Co.

Chartered Accountants

Firm Registration No. - 003612N



Praveen Kumar Jain

Partner

Membership Number: 082515

UDIN: 20082515AAABW4145

Place: New Delhi

Date: 30-April-2020

