



Pradeep Metals Limited

Manufacturers of Precision Closed Die Forgings

8th February, 2016

The General Manager – Operations,
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Sub:- Outcome of the Meeting of Board of Directors of Pradeep Metals Limited held on 8th February, 2016
Scrip Code: 513532

Dear Sir,

We would like to inform you that the Board of Directors in their Meeting held on Monday, 8th February, 2016 have taken the following decision:

Considered and approved the unaudited Financial Results of the Company for the third quarter ended December 31, 2015 along with a limited review report thereon pursuant to Regulation 47 of SEBI LODR Regulations, 2015.

Kindly take the same on record.

Thanking you.

Sincerely,
For Pradeep Metals Limited

Pradeep Goyal
Chairman & Managing Director
DIN: 00008370



Pradeep Metals Limited

Manufacturers of Precision Closed Die Forgings


Unaudited Standalone Financial Results for the quarter and nine month ended 31st December 2015

PART I

Sl. No.	Particulars	Rs. in Lacs					
		Quarter ended			Nine Month Ended		Year ended
		31-Dec-2015	30-Sep-2015	31-Dec-2014	31-Dec-2015	31-Dec-2014	31-Mar-2015
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations						
(a)	Net sales/Income from operations (Net of excise duty)	2,521	2,773	2,955	7,714	8,830	11,757
	Domestic	863	901	918	2,558	2,356	3,193
	Exports	1,657	1,872	2,037	5,156	6,474	8,564
(b)	Other operating income (including sale of scrap generated net of excise)	262	384	319	959	991	1,303
	Total Income from Operations (net)	2,782	3,157	3,274	8,673	9,821	13,060
2	Expenses						
(a)	Cost of materials consumed	1,123	1,453	1,529	3,886	4,738	6,391
(b)	Purchases of stock-in-trade	-	-	-	-	-	-
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	212	(119)	(42)	(108)	(189)	(254)
(d)	Employee benefits expense	398	455	405	1,261	1,199	1,589
(e)	Depreciation and amortisation expense	84	85	64	240	193	258
(f)	Manufacturing expenses	536	630	568	1,670	1,791	2,386
(g)	Other expenses	263	320	355	892	985	1,371
	Total Expenses	2,615	2,824	2,879	7,840	8,716	11,741
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	167	333	395	833	1,105	1,319
4	Other income	37	43	15	97	200	230
5	Profit/(Loss) from ordinary activities before finance costs, exceptional items and taxes (3+4)	204	376	410	930	1,305	1,549
6	Finance costs	153	198	111	498	265	344
7	Profit/(Loss) from ordinary activities after finance cost but before exceptional items and taxes (5-6)	51	178	299	432	1,040	1,205
8	Exceptional items	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7+8)	51	178	299	432	1,040	1,205
10	Tax Expense	14	60	101	127	362	423
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	37	118	198	305	678	782
12	Extraordinary items (net of tax expenses)	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	37	118	198	305	678	782
14	Paid-up equity share Capital (Face Value of Rs. 10/- per Share)	1,726	1,726	1,726	1,726	1,726	1,726
15	Reserve excluding Revaluation Reserves	-	-	-	-	-	1,961
16	Earnings per share of Rs. 10/- (before and after extraordinary items) (Not annualised):						
(a)	Basic	0.22	0.68	1.15	1.77	3.93	4.53
(b)	Diluted	0.22	0.68	1.15	1.77	3.93	4.53

Notes to financial results:

- The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 8th February 2016. The Statutory auditors have carried out a limited review of above results.
- 2.1 MW Wind Mill was originally set up as a captive unit. In view of the changed government's policy, it is economical to supply the power to Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL). The necessary steps are being taken to sign and execute Power Purchase Agreement (PPA) with MSEDCL. In the meantime, for the current quarter, income of Rs. 40.39 lacs has been recognized from the power generated and fed into the Grid and is grouped under other operating revenue (for the quarter ended 30th September 2015 Rs. 85.56 lacs, for nine months ended 31st December 2015 Rs. 176.92 lacs, For the quarter & nine months ended December 2014 Rs. Nil, for the year ended 31st March 2015 Rs. Nil).
- The Company is primarily engaged in a single business segment of manufacturing of closed die forgings and processing thereof. Since PPA with MSEDCL has not been executed, power generation from windmill has not been shown as a separate business segment.
- During the quarter ended 30th June 2015, the Company had received demand notices from Navi Mumbai Municipal Corporation towards additional cess liability for the period 1998 to 2013. The amount of demand excluding interest and penalty was Rs. 71.66 lacs. The Company is under process of contesting certain items in these demands through industry associations. As per management estimate, the Company made provision of Rs. 26.37 lacs (In quarter ended 30th September 2015) and paid Rs. 11.37 lacs out of this provision.
- During the current quarter, Company has made additional investment in wholly owned subsidiary Pradeep Metals Limited Inc., USA aggregating to Rs. 101.56 lacs (for the quarter ended 30th September 2015 - Nil, for Nine month ended 31st December 2015 Rs. 275.75, for the quarter and nine months ended 31st December 2014 - Nil, for year ended 31st March 2015 Rs. 265.19 lacs).

SIGNED FOR IDENTIFICATION BY

 N. A. SHAH ASSOCIATES
 MUMBAI

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Pradeep Metals Limited

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- 6 Export sales includes sale made to wholly owned subsidiary of the Company in USA as given below :

Particulars	Quarter ended			Nine Month Ended		Year ended
	31-Dec-2015	30-Sep-2015	31-Dec-2014	31-Dec-2015	31-Dec-2014	31-Mar-2015
Pradeep Metals Limited Inc., USA	142.58	223.05	417.09	573.75	956.32	1,186.92

(Rs. in lacs)

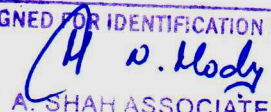
- 7 Other expenses include prior period adjustment and other income include foreign exchange gain as given below:

Particulars	Quarter ended			Nine Month Ended		Year ended
	31-Dec-2015	30-Sep-2015	31-Dec-2014	31-Dec-2015	31-Dec-2014	31-Mar-2015
Prior period adjustment - (Income)/expenses*	(27.76)	38.43	-	19.87	-	-
Foreign exchange (gain)/loss	(29.18)	(27.02)	(9.80)	(65.81)	(9.26)	(21.97)

(Rs. in lacs)

*Prior period adjustment includes, amounts pertaining to quarter ended 30th September of Rs. 1.40 lacs (for quarter ended June 2015 - Rs. (4.08) lacs) and for financial year 2014-15 of Rs. 19.87 lacs.

- 8 The figures of the previous periods have been regrouped or rearranged wherever considered necessary.

SIGNED FOR IDENTIFICATION BY

 N. A. SHAH ASSOCIATES
 MUMBAI

for Pradeep Metals Limited


 Pradeep Goyal
 Chairman And Managing Director

Mumbai
 8th February, 2016

R-205, M.I.D.C, RABALE, NAVI MUMBAI - 400 701, INDIA.

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Limited Review Report

To
**The Board of Directors of
Pradeep Metals Limited**

1. Report on quarterly and nine months Unaudited Standalone Financial results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results ("the Statement") of Pradeep Metals Limited ("the Company") for the quarter and nine months ended on 31st December 2015.

2. Management's Responsibility for the Statement

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 the Statement based on our review.

3. Auditor's Responsibility

We conducted our review in accordance with Standard on Review Engagements (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 financials 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

4. Opinion

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 and other recognized accounting practices and policies 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.

For N. A. Shah Associates
Chartered Accountants
Firm's Registration No. 116560W


Milan Mody
Partner
Membership No.: 103286
Place: Mumbai
Date: 8th February 2016

