

RAKAN STEELS LIMITED

Regd. Office : NH-2(1 Km before Bara Toll Plaza), Umran, Rania, Kanpur Dehat - 209311

Corp. Office: Anand Palace, 10/499, Allen Ganj, Kanpur-208002

CIN : L27320UP1985PLC007582

Statement of Audited Standalone Financial Results for the Quarter and year ended March 31, 2022

All amounts are in Rs. Lacs unless stated otherwise

S.No.	Particulars	Quarter Ended			Year ended	
		31.03.2022 Audited	31.12.2021 Un-Audited	31.03.2021 Audited	31.03.2022 Audited	31.03.2021 Audited
I	Income From Operations	891.35	847.81	565.67	3377.63	2310.46
II	Other Income	2.59	0.80	19.67	4.64	29.54
III	Total Income From Operations (I+II)	893.94	848.61	585.34	3382.27	2340.00
IV	Expenses					
	a) Cost of Material Consumed	353.51	290.16	348.64	1132.76	1068.93
	b) Purchases of stock in Trade	456.73	483.25	154.12	2027.78	1040.29
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	28.62	44.80	3.87	16.84	-19.12
	d) Employee benefit expense	1.35	9.62	6.07	21.10	23.90
	e) Finance Cost	16.16	13.91	19.83	62.68	65.49
	f) Depreciation and amortization Expense	1.46	3.00	5.13	10.46	12.63
	g) Other expenses	34.68	1.72	37.21	101.21	133.16
	Total Expenses	892.51	846.46	574.87	3372.83	2325.28
V	Profit before exceptional and extra ordinary items and tax	1.43	2.15	10.47	9.44	14.72
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit before extra ordinary items and tax	1.43	2.15	10.47	9.44	14.72
VIII	Extraordinary items	0.00	0.00	0.00	0.00	0.00
IX	Profit before Tax	1.43	2.15	10.47	9.44	14.72
X	Tax Expense					
	a) Current Tax	0.35	0.50	2.75	2.35	3.75
	b) Tax relating to Prior periods	0.00	0.00	-0.37	0.00	-0.37
	c) Deferred Tax	-0.07	0.00	-0.17	-0.07	-0.17
XI	Profit (Loss) for the period from continuing operations	1.15	1.65	8.26	7.16	11.51
XII	Profit(Loss) from discontinuing operations	0.00	0.00	0.00	0.00	0.00
XIII	Tax Expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00
XIV	Profit(Loss) from discontinuing operations after Tax	0.00	0.00	0.00	0.00	0.00
XV	Profit (Loss) for the period	1.15	1.65	8.26	7.16	11.51
XVI	Other Comprehensive Income					
	A. (i) Items that will not be classified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(ii) Income tax relating to items that will not be classified to profit or loss	0.00	0.00	0.00	0.00	0.00
	B. (i) Items that will be classified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(ii) Income tax relating to items that will be classified to profit or loss	0.00	0.00	0.00	0.00	0.00
XVII	Total Comprehensive Income for the period (XV+XVI) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	1.15	1.65	8.26	7.16	11.51
	Details of Equity Share Capital					
	Paid up Equity Share capital	324.00	324.00	324.00	324.00	324.00
	Face Value of Equity Share Capital	1.00	1.00	1.00	1.00	1.00
	Reserves excluding Revaluation Reserves	150.96	149.79	143.79	150.96	143.79
XVIII	Earning per Share					
	a) Basic (Rs.)	0.004	0.010	0.03	0.02	0.04
	b) Diluted (Rs.)	0.004	0.010	0.03	0.02	0.04

NOTES:-

1. The above financial result were reviewed by the Audit Committee, and approved by the Board of Directors in their respective meeting held on 30th May, 2022. Figures for the quarter ended 31st March, 2022 and 31st March, 2021 are the balancing figures between the audited figures for the full financial year ended 31st March, 2022 and 31st March,2021 and the published year to date figures upto the third quarter of the respective financial years.

For RAKAN STEELS LIMITED

Authorized Signatory

2. The company has adopted Indian Accounting Standards (IND-AS) from 1st April, 2017 (transition date being 1 April, 2016) as prescribed under Section 133 of the Companies Act 2013, read with the relevant rules issued there under and accordingly, these financial results for all the periods have been prepared in accordance with the recognition and measurement principles as stated therein.

3. The Audit Report on Standalone Audited Financials Results, as required under Regulation 33 of SEBI (LODR) Regulation, 2015 has been completed by Statutory Auditors and their reports does not contain any observation or opinion i.e. states an unmodified opinion.

4. The Company operates in single segment. The Company does not have any geographic segment as such there is no separate reportable segment as per the Accounting Standard-17 on "Segment Reporting" notified under Companies (Accounting Standard) Rules, 2006.

5. The figures for the corresponding previous period/year have been regrouped/ reclassified wherever considered necessary, in order to make them comparable.

For and on behalf of the Board of Directors of the Company

Place: Kanpur
Date: 30.05.2022

For RAKAN STEELS LIMITED
RAKAN STEELS LIMITED
Kannan Agrwal
Authorized Signatory
KANMAN AGRAWAL
(MANAGING DIRECTOR)
DIN: 07318672



RAJANI MUKESH & ASSOCIATES

Chartered Accountants

503, Prem Ratan Vatika,

7/180, Swaroop Nagar, Kanpur – 208 002.

Phones: Off. 9129869854, Mob: 9839035251, 9307929209

e-mail : rajani.ca@gmail.com,

Independent Auditor's Report On Standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To
Board of Directors
Rakan Steels Limited
NH-2 (1 km from Bara Toll Plaza)
Umran, Rania,
Kanpur Dehat-209311

Opinion

1. We have audited the accompanying statement of Audited Standalone Financial Results of Rakan Steels Limited for the quarter ended March 31, 2022 and the year to date results for the period April 1, 2021 to March 31, 2022 attached herewith, being submitted by the Company 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, these Ind AS 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 generally accepted in India of the profit and other comprehensive income and other financial information for the quarter ended March 31, 2022 as well as the year ended March 31, 2022.



Basis for opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS 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 Ind AS financial results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Ind AS Financial Results

4. These quarterly Ind AS financial results as well as the year to date Ind AS financial results have been prepared on the basis of the interim Ind AS financial statements. The Company's Board of Directors are responsible for the preparation of these Ind AS financial results that give a true and fair view of the profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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. This responsibility also includes 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the Ind AS financial results, the Board of Directors are responsible for assessing the Company's ability 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 is also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Ind AS Financial Results

7. Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS 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:
 - Identify and assess the risks of material misstatement of the Ind AS 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.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - 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 Company's ability 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 Ind AS 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.




- Evaluate the overall presentation, structure and content of the Ind AS financial results, including the disclosures, and whether the Ind AS financial results represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance 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.
10. 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

11. The Ind AS Financial Results include the results for the quarter ended March 31, 2022 being the balancing figure 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.

For Rajani Mukesh & Associates
(Chartered Accountant)
(FRN: 004072C)



CA Mukesh Rajani
(Mem. No. 073098)
UDIN: 22073098AJWFKH8905

Place: Kanpur
Date: 30.05.2022

RAKAN STEELS LIMITED

Statement of Assets and Liabilities as at 31.03.2022

(Rs. In Lakhs)

Particulars	Current Year Ended	Previous Year Ended
	31.03.2022	31.03.2021
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	142.58	57.64
Capital Work-in-Progress	0.00	0.00
Financial Assets	0.00	0.00
Investments	0.00	0.00
Loan	0.00	0.00
Other Financial Assets	0.00	0.00
Deferred Tax Assets (Net)	1.63	1.56
Other Non-Current Assets	4.74	4.74
Total Non-Current Assets	148.95	63.94
Current Assets		
Inventories	732.85	688.74
Financial Assets	0.00	0.00
Investments	0.00	0.00
Trade Receivables	330.42	373.08
Cash and Cash Equivalents	32.03	41.73
Bank Balances other than Cash and Cash equivalents	0.00	0.00
Loans	0.00	0.00
Other Financial Assets	0.00	0.00
Current Tax Assets (Net)	0.50	1.00
Other Current Assets	25.00	49.65
Total Current Assets	1120.80	1154.20
TOTAL ASSETS	1269.75	1218.14

EQUITY AND LIABILITIES

Equity		
Equity Share Capital	324.00	324.00
Other Equity	150.96	143.79
Equity Attributable to Shareholders	474.96	467.79
Non-Current Liabilities		
Financial Liabilities		
Borrowings	596.14	655.71
Other Financial Liabilities	0.00	0.00
Provisions	0.00	0.00
Deferred Tax Liabilities (Net)	0.00	0.00
Other Non-Current Liabilities	0.00	0.00
Total Non-Current Liabilities	596.14	655.71
Current Liabilities		
Financial Liabilities		
Borrowings	0.00	0.00
Trade Payables-Total Outstanding Dues of	85.76	39.18
- Micro and Small Enterprises	0.00	0.00
- Creditors other than Micro and Small Enterprises	85.76	39.18
Other Financial Liabilities	24.00	24.00
Other Current Liabilities	86.54	27.71
Provisions	2.35	3.75
Current Tax Liabilities (Net)	0.00	0.00
Total Current Liabilities	198.65	94.64
TOTAL EQUITY AND LIABILITIES	1269.75	1218.14

For and on behalf of the Board of Directors of the Company

For **RAKAN STEELS LIMITED**
RAKAN STEELS LIMITED

Place: Kanpur

Date: 30.05.2022

Authorized Signatory

KANNAN AGARWAL
(MANAGING DIRECTOR)

DIN: 07318672

RAKAN STEELS LIMITED

Cash Flow Statement For The Year Ended 31.03.2022

Particulars	Year Ended 31.03.2022		Year Ended 31.03.2021	
A Cash Flow from Operating Activities				
Profit for the Year before tax & extraordinary items		944119		1471682
<u>Adjustment for:</u>				
Depreciation	1045606		1263095	
Interest & Financial Charges	6267973	7313579	6549073	7812168
Operating Profit before Working Capital changes		8257698		9283850
<u>Adjustments for:</u>				
(Increase)/Decrease in Loans and Advances	0		0	
(Increase)/Decrease in Trade Receivables	4266311		1479038	
(Increase)/Decrease in Inventory	-4411303		-1550922	
(Increase)/Decrease in Current Assets	2516463		-2589543	
Increase/(Decrease) in current Liabilities	10541315		-2857230	
Less:-Direct Taxes Paid (Net)	-235000	12677786	-338222	-5856879
Net Cash from Operating Activities		20935484		3426971
B Cash Flow from Investing Activities				
Purchase of fixed asset	9540018	-9540018	302113	-302113
Purchase of investment	0	0	0	0
(Increase)/Decrease in Non Current Assets	0	0	0	0
Increase/(Decrease) in Non Current Liabilities	-140000	-140000	-110861	-110861
Net Cash from Investing Activities		-9680018		-412974
C Cash Flow from Financing Activities				
Share Capital Issue	0		0	
Share Premium A/c	0		0	
(Payment)/ Receipt of Long Term Borrowing	-5957266		4376945	
(Payment)/ Receipt of other Long Term Liabilities	0		0	
Interest and Financial Charges	-6267973		-6549073	
Dividends paid	0	-12225239	0	-2172128
Net Cash from Financing Activities		-12225239		-2172128
NET CASH FLOWS DURING THE YEAR(A+B+C)		-969773		841869
Cash and Cash Equivalents(Opening Balance)		4172731		3330862
Cash and Cash Equivalents(Closing Balance)		3202958		4172731
	1146632.00			
	-2056326			
	3202958			4172731

Place : Kanpur
Date : 30.05.2022

For RAKAN STEELS LIMITED
CIN - L27320UP1985PLC007582

Kannan Agarwal
Authorized Signatory
Kannan Agarwal
(Managing Director)
DIN: 07318672