



02nd May, 2017

Corporate Relationship Dept.,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort
Mumbai - 400007

Dear Sir,

Sub: Audited Financial Results for the fourth quarter and financial year ended 31st March, 2017 and the Statutory Auditors Report thereon –reg.
Ref: Code: 522134

We wish to inform you that the Board of Directors at their meeting held today, i.e., Tuesday, the 02nd day of May, 2017, approved the audited financial results for the fourth quarter and financial year ended 31st March 2017.

Further, in compliance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015, please find enclosed the aforesaid Audited Financial results for the fourth quarter and financial year ended 31st March, 2017 along with the Statutory Auditors Report thereon.

Kindly take the same on records and oblige.

Yours Truly,
For **Artson Engineering Limited**

Deepak Tibrewal
Company Secretary
FCS 8925



Encl: as above

Corporate Identity Number : L27290MH1978PLC020644

ARTSON ENGINEERING LIMITED

A subsidiary of

TATA PROJECTS LIMITED

Regd. Office : 11th Floor, Hiranandani Knowledge Park, Technology Street, Powai, Mumbai 400 076

Tel.: +91 22 6625 5600 • Fax : +91 22 6625 5614

E-mail : artson@artson.net • Website : www.artson.net

Artson Engineering Limited

Registered Office: 11th Floor, Hiranandani Knowledge Park, Technology Street, Powai, Mumbai - 400 076
Corporate Identity Number : L27290MH1978PLC020644

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Audited financial results for the quarter and year ended 31 March 2017 prepared in compliance with the Indian Accounting Standard (Ind-AS)

All amounts are in ₹ Lakh, except for earnings per share information

	Quarter Ended				Year Ended	
	31-03-2017*	31-Dec-16	31-03-2016*	31-Mar-17	31-Mar-16	
	Audited	Unaudited	Audited	Audited	Audited	
I	3,167.17	2,495.56	3,731.46	10,470.62	11,688.61	
II	442.15	42.92	239.30	624.44	321.91	
III	3,609.32	2,538.48	3,970.76	11,095.06	12,010.52	
IV						
Expenses						
(a) Cost of materials consumed	1,351.68	601.61	2,287.56	3,719.35	5,059.28	
(b) Changes in inventories of finished goods, stock in trade and work in progress	12.44	338.76	(168.97)	697.87	(126.56)	
(c) Excise Duty on sale of goods	140.11	134.55	230.94	414.44	639.18	
(d) Employee benefit expense	237.66	202.08	177.15	828.00	660.50	
(e) Finance costs	117.72	92.71	83.50	403.47	368.36	
(f) Depreciation and amortization expense	22.57	23.89	74.21	90.52	188.74	
(g) Project execution expenses	1,100.86	1,071.67	866.72	3,951.92	4,402.02	
(h) Other expenses	105.39	61.71	237.23	421.11	649.56	
Total expenses (IV)	3,088.43	2,526.98	3,788.34	10,526.68	11,841.08	
V	520.89	11.50	182.42	568.38	169.44	
Profit / (Loss) before tax						
VI						
Tax Expense:						
(i) Current tax (Refer Note 4)	-	-	-	-	-	
(ii) Current tax adjustment for earlier year	15.80	-	-	15.80	-	
(iii) Deferred tax (Refer note 6)	(2,164.76)	-	-	(2,164.76)	-	
VII	2,669.86	11.50	182.42	2,717.33	169.44	
Profit / (loss) for the year from continuing operations (V - VI)						
VIII	-	-	-	-	-	
Profit / (loss) from discontinued operations						
IX	-	-	-	-	-	
Tax expense of discontinued operations						
X	-	-	-	-	-	
Profit / (loss) from discontinued operations after tax						
XI	2,669.86	11.50	182.42	2,717.33	169.44	
Profit / (loss) for the year/period (VI-VIII-IX-X)						
XII						
Other comprehensive Income						
(i) Items that will not be reclassified to profit and loss						
(a) Actuarial gain/(loss) on defined benefit plan	0.11	4.24	4.24	0.43	16.94	
(ii) Income tax relating to items that will not be reclassified to profit and loss	0.05	-	-	0.21	-	
Total other comprehensive income	0.16	4.24	4.24	0.64	16.94	
XIII	2,670.01	15.74	186.66	2,717.97	186.38	
Total comprehensive income for the year (XI + XII)						
Earnings per equity share (for continuing operation):						
(1) Basic (in ₹)	7.23	0.03	0.49	7.36	0.46	
(2) Diluted (in ₹)	7.23	0.03	0.49	7.36	0.46	

See accompanying notes to the financial results

*Refer note 7

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Notes:

- 1 The above financial results, reviewed and recommended by the Audit Committee, have been approved by the Board of Directors at its meeting held on 2 May 2017. The Statutory Auditors have carried out an audit of the Statement of Financial Results for the quarter and year ended 31 March 2017 in compliance with regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 2 The Company was registered with the Board for Industrial and Financial Reconstruction (BIFR) as a sick company and BIFR, vide its order dated 18 December 2007, had sanctioned the rehabilitation scheme. With effect from December 1, 2016, the Ministry of Finance, Government of India notified the SICA Repeal Act, 2003 by virtue of which BIFR stood dissolved and all appeals, references, inquiries and proceedings pending before BIFR stand abated except for the Schemes already sanctioned. Whereas, the Company has an option to refer the case to National Company Law Tribunal (NCLT), the management, considering the current financial performance and order booking, has decided not to pursue the matter with NCLT.
- 3 The Company operates in only one business segment viz. Supply of steel structure and site services for mechanical works.
- 4 Provision for current tax is not made in lieu of carry forward losses. The Company has been advised that since it continues to have negative networth for computation of income tax, and therefore in line with erstwhile BIFR order dt 20.06.2013 the provision in respect of MAT u/s 115JB of Income Tax Act, 1961 is not applicable and hence the same is not provided.
- 5 Since the Company has received letter of waiver towards all interest due to the holding company, including interest of Rs. 472.64 lakhs (Previous Year - Rs. 472.64 Lakhs) due and provided, the same is now no longer payable and has therefore been treated as income for the quarter and financial year ended 31 March 2017; included under the head "other income".
- 6 During the quarter ended 31 March 2017 the holding company has revised the terms of the existing term loan of Rs. 1930 lakhs and Inter Corporate Deposits (ICDs) of Rs. 2100 lakhs and appropriately adjusted per Ind AS. Accordingly the Company's networth is positive based on financials under Ind AS. The Company has also achieved positive cash flow during two years and the projections for cash flow for next 3 years are also positive. Hence there is reasonable certainty that the Company will have sufficient future taxable income to recover the deferred tax asset arising out of unabsorbed depreciation and carry forward losses. Accordingly, the Company has accounted deferred tax assets of Rs. 2164.76 lakhs (Previous Year Rs NIL) during the quarter and financial year ended 31 March 2017. Based on the above, the "emphasis of matter" coming from earlier periods in the Auditors' Report has been deleted.
- 7 The figure of quarter ended 31 March 2017 and 31 March 2016 are the balancing figure between the audited figure in respect of full financial year and the published year to date figure upto third quarter of the current and the previous financial year.

8 The Company has appointed a Manager w.e.f. 2nd May 2017 in compliance with the provisions of Section 203 of the Companies Act, 2013

9 Reconciliation between the financial results, as previously reported in accordance with Indian GAAP and Ind AS is as under:

	Quarter ended 31-3-2017 (₹ lakhs)	Quarter ended 31-12-2016 (₹ lakhs)	Quarter ended 31-3-2016 (₹ lakhs)	Quarter ended 31-3-2017 (₹ lakhs)	Year ended 31-3-2016 (₹ lakhs)
Profit after tax as reported under the IGAAP	540.87	194.58	51.35	670.86	285.45
1. Financial gain due to the Corporate Guarantee by holding Company	(35.61)	(7.92)	(35.61)	(116.37)	(99.07)
2. Actuarial (gain)/loss on employee defined benefit plans recognised in Other Comprehensive Income	(0.16)	(4.24)	(4.24)	(0.64)	(16.94)
3. Deferred tax assets recognised	2,164.76	-	-	2,164.76	-
Net profit after tax as per Ind AS	2,669.85	182.42	11.50	2,718.61	169.44
Other Comprehensive Income	0.16	4.24	4.24	0.64	16.94
Total Comprehensive Income as per IND AS	2,670.01	186.66	15.74	2,719.25	186.38

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Audited Financial Results as at Quarter and Year Ended 31 March 2017

Balance Sheet as at 31 March 2017

All amounts are in ₹ Lakh unless otherwise stated

ASSETS		31-Mar-17	31-Mar-16
Non-current assets			
(a)	Property, plant and equipment	351.22	395.95
(b)	Intangible assets	5.17	7.35
(c)	Financial Assets	-	-
	(i) Trade receivables	-	190.77
	(ii) Other financial assets	25.00	93.47
(d)	Deferred tax assets (net)	2,164.97	-
(e)	Other non-current assets	802.49	780.64
Total non-current assets		3,348.85	1,468.18
Current assets			
(a)	Inventories	1,790.71	1,745.05
(b)	Financial Assets	-	-
	(i) Investments	-	-
	(ii) Trade receivables	2,834.33	6,109.04
	(iii) Cash and cash equivalents	133.72	830.76
	(iv) Other financial assets	820.92	184.53
(c)	Current tax assets (Net)	475.00	502.79
(d)	Other current assets	753.38	312.72
Total current assets		6,808.06	9,684.89
Total assets		10,156.91	11,153.07
EQUITY AND LIABILITIES			
Equity			
(a)	Equity Share Capital	369.20	369.20
(b)	Other Equity	230.84	(6,592.22)
Equity attributable to owners of the Company		600.04	(6,223.02)
Total Equity		600.04	(6,223.02)
Liabilities			
Non-current liabilities			
(a)	Financial Liabilities		
	(i) Borrowings	1,709.27	3,660.39
	(ii) Other financial liabilities	-	-
(b)	Provisions	30.49	20.81
(c)	Deferred tax liabilities (net)	-	-
(c)	Other non-current liabilities	-	-
Total non-current liabilities		1,739.76	3,681.20
Current liabilities			
(a)	Financial Liabilities		
	(i) Borrowings	323.10	2,285.98
	(ii) Trade payables	3,835.92	3,651.78
	(iii) Other financial liabilities	1,730.76	3,058.07
(b)	Provisions	15.96	14.53
(c)	Current tax liabilities (net)	-	-
(d)	Other current liabilities	1,911.37	4,684.53
Total current liabilities		7,817.11	13,694.89
Total Liabilities		7,817.11	13,694.89
Total Equity And Liabilities		10,156.91	11,153.07

10. The figures of the previous periods have been regrouped / reclassified / restated wherever necessary.



For and on behalf of the Board of Directors

Vinayak Deshpande
(Vinayak Deshpande)
Chairman

Independent Auditor's Report

To the Board of Directors,
Artson Engineering Limited

Report on the Ind AS Interim Financial statements

We have audited the accompanying Ind AS interim financial statements of Artson Engineering Limited ("the Company"), which comprise the balance sheet as at 31 March 2017, the statement of profit and loss (including other comprehensive income) for the three months and year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "interim financial statements").

Management's Responsibility for the Interim Financial statements

The Company's Board of Directors is responsible for the preparation of these interim financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 34, Interim Financial Reporting as specified under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued there-under. 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the interim financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these interim financial statements based on our audit.

We conducted our audit of the interim financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the interim financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the interim financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the interim financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the interim financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of



expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the interim financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the interim financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid interim financial statements give a true and fair view in conformity with the accounting principles generally accepted in India including Ind AS 34, Interim Financial Reporting, of the financial position of the Company as at 31 March 2017 and its financial performance including other comprehensive income for the three months and year then ended.

For Chokshi & Chokshi LLP
Chartered Accountants
FRN - 101872W/W100045



Raghav
Raghav Mohta
Partner
M. No. 426718

Place: Mumbai
Date: 2 May 2017