

Jitendra K Agarwal & Associates

Chartered Accountants

REVIEW REPORT

The Board of Directors,
National Oxygen Ltd

- 1 We have reviewed the accompanying Statement of Unaudited Financial results of **M/s.NATIONAL OXYGEN LIMITED**, for the quarter and nine months ended 31st December 2017 being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. Attention is drawn to the fact that the figures for the corresponding quarter and nine months ended 31st December 2016 including the reconciliation of total comprehensive income for the quarter and nine months under Ind-AS with net loss for the quarter and nine months ended 31st December 2016 reported under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review.
- 2 This Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 " Interim Financial Reporting " (Ind AS 34) prescribed under section 133 of the Companies Act 2013 , read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
- 3 We conducted our review in accordance with the 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 financial 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 provide 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 financial results prepared in accordance with the applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For JITENDRA K AGARWAL & ASSOCIATES.,

Chartered Accountants

Firm Registration 318086E


(SAJAL GOYAL)

Partner

Membership No. 523903

Camp : Chennai

Dated : 10th February 2018



National Oxygen Limited

Regd. Office: New No.80, Greams Road, CHENNAI - 600 006.

Statement of Unaudited Financial Results for the Quarter /Nine months ended 31.12.2017

Sl.No.	PARTICULARS	(Rs. In Lakhs)				
		3 Months ended 31.12.2017	3 Months ended 30.09.2017	Corresponding 3 Months ended in the previous year 31.12.2016	Year to date figures for the Nine months ended 31.12.2017	Year to date figures for the Nine months ended 31.12.2016
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	INCOME					
A	Revenue from Operations	1057.47	908.82	892.18	3021.39	2736.96
B	Other Income	7.66	14.35	4.06	39.40	22.77
1	TOTAL INCOME	1065.13	923.17	896.24	3060.79	2759.73
2	EXPENSES					
a)	Cost of Materials Consumed	38.51	37.14	25.85	95.92	65.80
b)	Purchase of Stock-in trade	0.00	0.00	0.00	0.00	0.00
c)	Changes in Inventories of Finished goods, work-in-progress and stock-in-trade	(0.50)	5.28	(11.16)	1.58	11.55
d)	Excise Duty	-	-	83.07	90.68	237.08
e)	Employee benefit expenses	74.27	77.47	76.48	226.53	226.86
f)	Financial costs	145.94	150.66	158.93	458.48	482.79
g)	Depreciation & amortisation expense	91.11	92.52	91.01	275.84	274.35
h)	Other expenses					
i)	Power & fuel	694.57	573.74	542.53	1902.23	1653.98
ii)	Other Expenditure	123.86	134.82	104.67	388.30	350.43
2	TOTAL EXPENSES	1167.76	1071.63	1071.38	3439.56	3302.84
3	Profit / (Loss) before exceptional Items and Tax (1-2)	(102.63)	(148.46)	(175.14)	(378.77)	(543.11)
4	Exceptional Items	170.84	-	-	170.84	-
5	Profit / (Loss) before Tax from continuing operations (3-4)	68.21	(148.46)	(175.14)	(207.93)	(543.11)
6	Tax expense:					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax	-	-	-	-	-
7	Net Profit / (Loss) for the period from continuing operations (5-6)	68.21	(148.46)	(175.14)	(207.93)	(543.11)
8	Profit / (Loss) before Tax from discontinued operations	(11.66)	51.45	(4.43)	82.77	121.00
9	Tax expenses / (credit) of discontinued operations					
10	Net Profit / (Loss) from discontinued operations (8-9)	(11.66)	51.45	(4.43)	82.77	121.00
11	Profit / (Loss) for the period (7+10)	56.55	(97.01)	(179.57)	(125.16)	(422.11)
12	Other Comprehensive Income (Net of tax) :					
A.	(i) Items that will not be reclassified to profit or loss			1.36		4.08
	(ii) Income tax relating to items that will not be reclassified to P&L					
B.	(i) Items that will be reclassified to profit or loss					
	(ii) Income tax relating to items that will be reclassified to P&L					
	Total Other Comprehensive Income (Net of tax) (8 a + 8 b):	-	-	1.36	-	4.08
13	Total Comprehensive Income for the period (11+12)	56.55	(97.01)	(178.21)	(125.16)	(418.03)
14	Paid Up Equity Share Capital (Face value-Rs.10/-)	480.23	480.23	480.23	480.23	480.23
15	Earnings per Equity Share					
	Earning per Share (of Rs.10/-each not annualised) on Continuing operations Basic and Diluted	1.42	(3.09)	(3.65)	(4.33)	(11.31)
	Earning per Share (of Rs.10/-each not annualised) on Discontinued operations Basic and Diluted	(0.24)	1.07	(0.09)	1.72	2.52
	Earning per Share (of Rs.10/-each not annualised) on Continuing and Discontinued operations Basic and Diluted	1.18	(2.02)	(3.74)	(2.61)	(8.79)

- Notes:**
- The above unaudited financial results were reviewed by Audit Committee and approved by the Board of Directors at its meeting held on 10.02.2018. The statutory auditors of the Company have conducted a "Limited Review" of the above unaudited financial results for the quarter ended December 31, 2017
 - The Gross Sales/Income from Operations reported above are inclusive of Excise duty for all the periods except the September'17 and December'17 quarter due to implementation of Goods & Service Tax (GST) w.e.f. 1st July 2017.
 - With effect from 1st April 2017, the company has adopted the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act 2013, read with the relevant rules issued thereunder, and accordingly these financial results have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended). The financial results presented in accordance with Ind AS -101- First time adoption of Indian Accounting Standards, have been prepared in accordance with the recognition and measurement principles prescribed in Ind AS -34- Interim Financial Reporting. Further, the Company has opted to avail the exemption provided vide SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 in respect of disclosure requirements for corresponding figures of earlier periods. Accordingly the financial results for the year ended 31st March 2017 and Statement of Assets and Liabilities as at 31st March 2017 have not been presented. The Reserves (excluding Revaluation reserve) as per the Balance sheet of the previous accounting year, not being mandatory, have not been presented.
 - The Ind AS compliant financial results pertaining to the quarter ended December 31, 2016 has not been subjected to Limited Review in line with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.



5 During the quarter the company has disposed off its Windmill business undertaking on a slump sale basis. The results of the Windmill Undertaking has accordingly been disclosed under Profit/ (loss) from discontinued operations . The profit on disposal of the Undertaking amounting to Rs.170.84 Lacs has been disclosed as an Exceptional Item above.

6 The company has only one reportable primary business segment ie., Industrial Gases

7 Reconciliation of Net profit / (Loss) as previously reported on account of transition from Previous Indian GAAP to Ind AS for the corresponding quarter and nine months ended December 31,2016 is given below :

Particulars	Quarter ended December 31,2016 (Unaudited) (Refer Note 3)	Year to date figures for the Nine months ended December 31,2016 (Unaudited) (Refer Note 3)
	Rs. in Lakhs (170.54)	Rs. in Lakhs (395.63)
Net profit under previous GAAP		
Add/(Less) : Impact on account of :		
Remeasurement of Post employment benefit obligations net of tax	2.02	6.04
Expected Credit Loss on Receivables	5.08	14.63
Depreciation	1.93	5.81
Tax effects of adjustments (Net)	-	-
Total adjustments	9.03	26.48
Net profit for the quarter Under Ind AS	(179.57)	(422.11)
Other Comprehensive Income (Net of tax)	1.36	4.08
Total Comprehensive Income Under Ind AS	(178.21)	(418.03)

8 Figures of the corresponding earlier period, wherever necessary, have been regrouped to conform with those of the current period

Place : CHENNAI
Date : 10.02.2018

For NATIONAL OXYGEN LIMITED


GAJANAND SARAF
CHAIRMAN


