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SECY / 2020 / 105 – 106
Thursday, the 13th February, 2020

Deputy General Manager,
Department of Corporate Services,
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
M U M B A I – 4 0 0 0 0 1.

BSE Scrip Code - 500404

The Manager, Listing Department,
National Stock Exchange of India Ltd.,
“Exchange Plaza”, C - 1, Block G,
Bandra – Kurla Complex, Bandra (East)
M U M B A I – 4 0 0 0 5 1

NSE Scrip Code - SUNFLAG

Sub: Disclosure pursuant to Regulation 30 read with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) - Outcome of the 177th Board Meeting – Thursday, the 13th February, 2020 at the Registered Office of the Company at Nagpur

Dear Sir,

1. The 177th Meeting of the Board of Directors of the Company was held on Thursday, the 13th February, 2020 at the Registered Office of the Company at Nagpur.
2. The Board of Directors of the Company has duly considered, reviewed and taken on record, the Un-audited Financial Results (Standalone & Consolidated) of the Company for the Third Quarter (Q-3) and Nine Months ended 31st December, 2019, duly reviewed by the Audit Committee of the Company.



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Visit us at www.sunflagsteel.com

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T NAGAR, CHENNAI - 600 017
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.. 2..

In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), the Un-audited Financial Results (Standalone & Consolidated) for the Third Quarter (Q-3) and Nine Months ended 31st December, 2019, together with Limited Review Report of the Statutory Auditors of the Company, are enclosed herewith.

3. The Board of Directors of the Company, on recommendation of the Audit Committee, has also duly considered and approved the following agenda item/s, namely:-
- a) the re-appointment of M/s. AKMK & Associates, Chartered Accountants, Surat [Firm Registration No. 136206W] as the "Internal Auditors" of the Company for three (3) years effective from the financial year 2020-21;
 - b) the re-appointment of M/s. Nitin Alshi & Associates, Chartered Accountants, Nagpur [Firm Registration No. 116875W] as the "Joint Internal Auditors" of the Company for two (2) years effective from the financial year 2020-21.

Please note that the 177th Board Meeting commenced at 12:00 Hrs. and concluded at 17:40 Hrs. on Thursday, the 13th February, 2020 at Nagpur.

You are requested to place the aforesaid information on record.

Sincerely,

For Sunflag Iron and Steel Company Limited



**CS Ashutosh Mishra
Company Secretary
Membership No. ACS – 23011**



Encl: As Above

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Phone No.: +91 712 2524661

Mobile No.: +91 9373793288

33, Mount Road, Sadar, Nagpur – 440001



SUNFLAG IRON AND STEEL COMPANY LIMITED

Regd. Office : 33, Mount Road, Sadar, Nagpur.

CIN : L27100MH1994PLC034003

Tel No. 0712-2524661/ Fax : 0712-2520360/ e-mail : investor@sunflagsteel.com / web site : www.sunflagsteel.com

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/ 9 MONTHS ENDED 31st DECEMBER, 2019

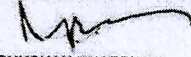
Amount ₹. in Lakh, Except otherwise stated

Sr. No.	PARTICULARS	Quarter Ended			Nine Months ended		Year ended
		December, 31 2019	September, 30 2019	December, 31 2018	December, 31 2019	December, 31 2018	March 31, 2019
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1.	Income from operations						
	a) Net Sales/ Income from Operations	43,656	46,693	53,375	1,38,960	1,70,104	2,22,949
	b) Other Income	428	280	266	996	836	1,112
	Total Income from operations (net)	44,084	46,973	53,641	1,39,956	1,70,940	2,24,061
2.	Expenses						
	a) Cost of materials consumed	25,810	29,726	38,725	78,115	1,08,507	1,47,347
	b) Purchase of stock-in-trade	-	-	-	-	-	-
	c) Changes in inventories of Finished Goods, Work-in-process and stock in trade.	(291)	(2,128)	(5,994)	7,379	(3,383)	(10,085)
	d) Employees benefits expense	2,321	2,451	2,312	7,165	7,337	10,208
	e) Finance Costs	1,132	968	859	3,177	2,805	3,874
	f) Depreciation and amortisation expense	1,206	1,004	938	3,215	2,765	3,787
	g) Other expenditure	10,809	12,155	13,273	34,305	37,194	51,701
	Total expenses	40,987	44,176	50,113	1,33,356	1,55,226	2,06,632
3.	Profit/(Loss) from ordinary activities after finance costs but before Exceptional Items	3,097	2,797	3,528	6,600	15,715	17,229
4.	Exceptional Items						
5.	Profit/(Loss) from Ordinary activities before tax	3,097	2,797	3,528	6,600	15,715	17,229
6.	Tax Expense	(756)	(682)	(1,254)	(1,735)	(5,692)	(6,170)
7.	Net Profit/(Loss) from Ordinary activities after Tax	2,341	2,115	2,274	4,865	10,023	11,059
8.	Other Comprehensive Income (net of tax).	-	-	-	-	-	382
9.	Total Comprehensive Income (Net of Tax) (8+9)	2,341	2,115	2,274	4,865	10,023	11,441
10.	Paid-up equity share capital (Face value of ₹.10/-each)	18,022	18,022	18,022	18,022	18,022	18,022
11.	Other Equity						76,023
12.	Earnings per Share (EPS) (₹.) (Face value of ₹.10/-each)						
	a) Basic and diluted EPS before extra ordinary items	1.30	1.17	1.26	2.70	5.56	6.35
	b) Basic and diluted EPS after extra ordinary items	1.30	1.17	1.26	2.70	5.56	6.35

Notes:

- After review by the Audit Committee, the above financial results were approved by the Board of Directors of the Company at their meeting held on 13 February, 2020.
- The Company has only one operating segment i.e. 'Iron & Steel Business' and operations are mainly within India. Hence, it is the only reportable segment under IND AS 108 'Operating Segments'.
- The Company has capitalised its expansion /modification projects at their Sinter and Mini Blast Furnace plant during the quarter ended 31 December, 2019
- The Company has adopted Ind-AS 116 - "Losses" as applicable with effect from April 1, 2019. However, there is no material impact on a Standalone/ Consolidated revenue or retained earnings/ profit.
- The figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.

For and on behalf of the Board of Directors
SUNFLAG IRON AND STEEL COMPANY LIMITED


RAVI BHUSHAN BHARDWAJ
CHAIRMAN
DIN : 00054700

PLACE : NAGPUR
DATE : February 13, 2020

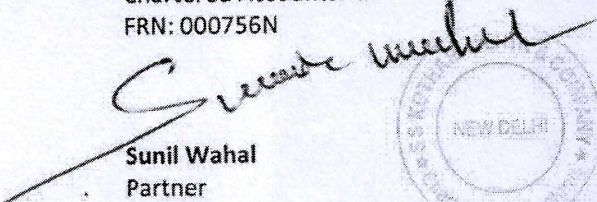


CHARTERED ACCOUNTANTS

SS KOTHARI MEHTA
& COMPANY
CHARTERED ACCOUNTANTS

practices and policies has not disclosed the information required to be disclosed in terms of Regulation read with Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S. S. Kothari Mehta & Company
Chartered Accountants
FRN: 000756N


Sunil Wahal
Partner

Membership No.: 087294



Place: New Delhi
Dated: February 13, 2020
UDIN: 20087294AAAABG3580



SUNFLAG IRON AND STEEL COMPANY LIMITED
Regd. Office : 33, Mount Road, Sadar, Nagpur.
CIN : L27100MH1984PLC034003

Tel No. 0712-2524651/ Fax : 0712-2520360/ e-mail : investor@sunflagsteel.com / web site : www.sunflagsteel.com

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/ 9 MONTHS ENDED 31ST DECEMBER, 2019

Amount ₹. In Lakh, Except otherwise stated

Sr. No.	PARTICULARS	3 Months ended			Nine Months ended		Year ended
		December, 31 2019	September, 30 2019	December, 31 2018	December, 31 2019	December, 31 2018	March 31, 2019
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1.	Income from operations						
	a) Net Sales/ Income from Operations	43,658	46,693	53,375	1,38,960	1,70,104	2,22,949
	b) Other Income	429	281	267	1,000	840	1,118
	Total Income from operations (net)	44,085	46,974	53,642	1,39,960	1,70,944	2,24,067
2.	Expenses						
	a) Cost of materials consumed	25,810	29,726	38,725	78,115	1,08,507	1,47,347
	b) Purchase of stock-in-trade	-	-	-	-	-	-
	c) Changes in Inventories of Finished Goods, Work-in-process and stock in trade.	(291)	(2,128)	(5,964)	7,379	(3,383)	(10,085)
	d) Employees benefits expense	2,321	2,451	2,312	7,165	7,337	10,208
	e) Finance Costs	1,132	968	859	3,177	2,805	3,874
	f) Depreciation and amortisation expense	1,205	1,005	938	3,215	2,765	3,787
	g) Other expenditure	10,809	12,155	13,274	34,305	37,195	51,702
	Total expenses	40,986	44,177	50,114	1,33,356	1,55,226	2,05,833
3.	Profit/(Loss) from ordinary activities after finance costs but before Exceptional Items	3,099	2,797	3,528	6,604	15,718	17,234
4.	Exceptional Items	-	-	-	-	-	-
5.	Profit/(Loss) from Ordinary activities before tax	3,099	2,797	3,528	6,604	15,718	17,234
6.	Tax Expense	(756)	(682)	(1,253)	(1,735)	(5,892)	(6,172)
7.	Net Profit/(Loss) from Ordinary activities after Tax	2,343	2,115	2,275	4,869	10,026	11,062
8.	Share of Profit/ (Loss) in Joint Venture	(21)	(27)	31	(66)	(44)	(34)
9.	Total Profit / (Loss)	2,322	2,088	2,306	4,803	9,982	11,028
10.	Total Profit/(Loss) from Continuing operations after Tax attributable to						
	a) Owners Equity	2,321	2,088	2,306	4,802	9,981	11,025
	b) Non- Controlling Interest	1	-	-	1	1	3
11.	Total Profit/(Loss) from Continuing operations after Tax	2,322	2,088	2,306	4,803	9,982	11,028
12.	Other Comprehensive Income (net of tax) attributable to						
	a) Owners Equity	-	-	-	-	-	382
	b) Non- Controlling Interest	-	-	-	-	-	-
13.	Total Comprehensive Income (Net of Tax) (8+9)	2,322	2,088	2,306	4,803	9,982	11,410
	a) Owners Equity	2,321	2,088	2,306	4,802	9,981	11,407
	b) Non- Controlling Interest	1	0	0	1	1	3
14.	Paid-up equity share capital (Face value of ₹.10/-each)	18,022	18,022	18,022	18,022	18,022	18,022
15.	Reserves excluding Revaluation reserves as per Balance sheet of previous						75,992
16.	Earnings per Share (EPS) (₹.) (Face value of ₹.10/-each)						
	a) Basic and diluted EPS before extra ordinary items	1.29	1.16	1.28	2.67	5.54	6.33
	b) Basic and diluted EPS after extra ordinary items	1.29	1.16	1.28	2.67	5.54	6.33

Notes:

- After review by the Audit Committee, the above financial results were approved by the Board of Directors of the Company at their meeting held on 13 February, 2020.
- The Company has only one operating segment i.e. 'Iron & Steel Business' and operations are mainly within India. Hence, it is the only reportable segment under IND AS 108 'Operating Segments'.
- The Company has capitalised its expansion/modification projects at their Sinter and Mini Blast Furnace plant during the quarter ended 31 December, 2019
- The Company has adopted Ind-AS 116 - "Leases" as applicable with effect from April 1, 2019. However, there is no material impact on a Standalone/ Consolidated revenue or retained earnings/ profit.
- The figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.

For and on behalf of the Board of Directors
SUNFLAG IRON AND STEEL COMPANY LIMITED

RAVI BHUSHAN BHARDWAJ
CHAIRMAN
DIN : 00054700

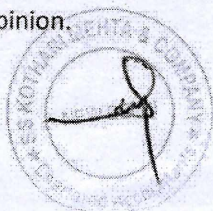
PLACE : NAGPUR
DATE : February 13, 2020



Independent Auditors' Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Sunflag Iron & Steel Company Limited
Nagpur

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Sunflag Iron & Steel Company Limited** (the 'Parent'), its subsidiaries (the Parent and its Subsidiaries together referred as 'the Group') and its Joint Ventures for the quarter ended December 31, 2019 and year to date from April 1, 2019 to December 31, 2019, along with notes (the 'Statement'), attached herewith being submitted by the Group pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations"), which has been initialed by us for identification purposes. Attention is drawn to the fact that the corresponding figures for the corresponding quarter ended December 31, 2018, and the corresponding year to date from April 1, 2018 to December 31, 2018, as reported in these consolidated financial results have been approved by the Parent's Board of Directors, but have not been subject to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 (the Act), read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.

4. The Statement includes results of the following entities:
- a. **Subsidiaries/step down subsidiaries:**
 - 1. Sunflag Power Limited
 - 2. Khappa Coal Company Private Limited
 - b. **Joint Ventures**
 - 1. CT Mining Private Limited
 - 2. Daido DMS India Private Limited
 - 3. Ramesh Sunwire Private Limited
 - 4. Madanpur (North) Coal Co. Private Limited
5. Based on our review conducted and procedures performed as stated in para 3 above and based on the considerations of review reports of other auditors referred to in paragraph 6 below, nothing further has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards i.e. 'Ind AS' prescribed under Section 133 of the Act, read with relevant Rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the unaudited quarterly financial results of 2 subsidiaries whose reviewed quarterly standalone financial results reflect total asset of Rs. 2,603.55 lakhs as at December 31, 2019; total revenue of Rs 1.55 lakhs and Rs. 4.59 lakhs for the quarter ended December 31, 2019 and for the year to date from April 1, 2019 to December 31, 2019, respectively; profit after tax of Rs. 0.89 lakhs and Rs. 3.31 lakhs for the quarter ended December 31, 2019 and for the year to date from April 1, 2019 to December 31, 2019 respectively and total comprehensive income of Rs. 0.89 Lakhs and Rs. 3.31 Lakhs for the quarter ended December 31, 2019 and for the year to date from April 1, 2019 to December 31, 2019, respectively, and net cash outflow of Rs. 0.03 lakhs for the period ended December 31, 2019, as considered in this statement, have been reviewed by other auditors. The Independent auditor's report on interim financial result of these subsidiaries have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.



SS KOTHARI MEHTA
& COMPANY
CHARTERED ACCOUNTANTS

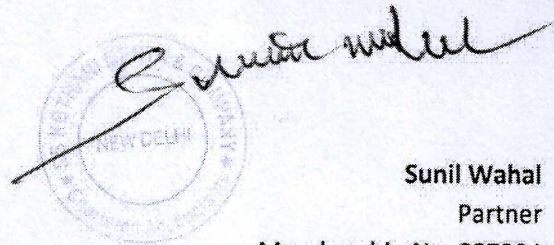
7. We did not review the unaudited financial results of above mentioned 4 joint ventures, wherein Group's share of loss including other comprehensive income of Rs. (-) 15.90 lakhs and Rs. (-) 65.52 lakhs for the quarter ended December 31, 2019 and year to date from April 1, 2019 to December 31, 2019 respectively as considered in this Statement. Our report, to the extent it concerns these joint ventures on the unaudited quarterly consolidated financial results is based solely on the management certified results. These joint ventures are not material to the Group.

Our conclusion on the Statement in respect of matters stated in Paragraph 6 and 7 above is not modified.

For S. S. Kothari Mehta & Company

Chartered Accountants

Firm Registration No: 000756N


Sunil Wahal
Partner
Membership No: 087294

Place: New Delhi

Dated: February 13, 2020

UDIN: 20087294AAAABH5855