

Independent Auditor's Review Report on unaudited quarterly and year to date Standalone 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 of
Sunflag Iron and Steel Company Limited,**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **Sunflag Iron and Steel Company Limited** ('the Company') for the quarter ended December 31, 2022 and year to date period from April 1, 2022 to December 31, 2022 ("the Statement"), attached herewith, being prepared and submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended to date (the "Listing Regulations"), which has been initialed by us for identification purpose.
2. The preparation of the Statement is 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, as amended, read with relevant Rules issued thereunder and other accounting principles generally accepted in India, read with the Listing Regulations, is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. 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 Engagement (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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of person 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in all material respects in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind-AS) prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant Rules issued thereunder including the amendment thereof and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of the terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For NSBP & Co.
Chartered Accountants
Firm Registration No. 001075N



Subodh Kumar Modi

Partner

M. No.: 093684

UDIN: 23093684BGXGNK9532



Place: New Delhi

Date: February 07, 2023



SUNFLAG IRON AND STEEL COMPANY LIMITED

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

CIN : L27100MH1984PLC034003

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

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2022

Amount ₹. In Lakh, Except otherwise stated

Sr. No.	PARTICULARS	Quarter Ended			Nine Months ended		Year ended
		December, 31 2022	September, 30 2022	December, 31 2021	December, 31 2022	December, 31 2021	March 31, 2022
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1.	Income						
	a) Revenue from Operations	86,942	88,551	69,626	2,65,145	2,04,928	2,69,826
	b) Other Income	316	98	116	503	357	451
	Total income	87,258	88,649	69,742	2,65,648	2,05,285	2,70,277
2.	Expenses						
	a) Cost of materials consumed	52,877	56,394	45,179	1,66,824	1,39,360	1,91,352
	b) Changes in Inventories of Finished Goods and Work-in-process	3,636	(4,417)	(2,261)	3,448	(15,437)	(27,218)
	c) Employees benefits expense	1,711	2,766	2,865	7,200	7,950	9,786
	d) Finance Costs	2,180	1,730	1,361	5,369	3,031	4,225
	e) Depreciation and amortisation expense	1,976	1,976	1,885	5,920	5,628	7,631
	f) Other expenditure	17,056	17,591	15,076	52,809	41,084	56,072
	Total expenses	79,436	76,040	64,105	2,41,570	1,81,616	2,41,848
3.	Profit/(Loss) before Exceptional Items & Tax	7,822	12,609	5,637	24,078	23,669	28,429
4.	Exceptional items	-	-	-	1,19,286	-	-
5.	Profit/(Loss) before tax	7,822	12,609	5,637	1,43,364	23,669	28,429
6.	Tax Expense						
	a) Current Tax	(2,127)	(3,340)	(1,464)	(36,569)	(6,335)	(7,394)
	b) Deferred Tax	220	215	59	642	238	605
7.	Net Profit/(Loss) for the period / year after Tax	5,915	9,484	4,232	1,07,437	17,572	21,640
8.	Other Comprehensive Income/(Loss)						
	a) item not to be classified to profit and loss item	366	21	94	392	(5)	(94)
	b) Income Tax Relating to above items						
	Other Comprehensive Income /(loss) (net of tax)	366	21	94	392	(5)	(94)
	Total Comprehensive Income for the period / year (Net of Tax)	6,281	9,505	4,326	1,07,829	17,567	21,546
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						1,55,602
12.	Earnings per Share (EPS) (₹.) (Face value of ₹.10/-each)						
	a) Basic and diluted EPS before extra ordinary items	3.28	5.26	2.35	59.61	9.75	12.01
	b) Basic and diluted EPS after extra ordinary items	3.28	5.26	2.35	59.61	9.75	12.01

Notes:

- The Standalone financial results have been reviewed by the audit committee and approved by the Board of Directors at their respective meeting held on Feb 7, 2023. Limited review under regulation 33 of the SEBI (Listing obligations and disclosure requirements) Regulation, 2015 has been carried out by the statutory auditors of the company. The auditors have expressed an unqualified report on the above results.
- The Standalone financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended and other recognized accounting practices and policies to the extent possible.
- The Standalone financial results for the quarter ended 31st December 2022, have been prepared in accordance with the recognition and measurement principles laid down in Ind AS-34 "Interim Financial reporting"
- 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 figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.
- The results of the company are also available on stock exchange websites www.nseindia.com, www.bseindia.com and on the company website www.sunflagsteel.com



PLACE : NAGPUR
DATE : 7th FEBRUARY 2023

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

SURENDRA KUMAR GUPTA
DY. MANAGING DIRECTOR
DIN : 00054836

Independent Auditor's Review Report on unaudited quarterly and year to date 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
To the Board of Directors of
Sunflag Iron and Steel Company Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **Sunflag Iron and Steel Company Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its share of net profit after tax including other comprehensive profit of its joint ventures for the quarter ended December 31, 2022 and year to date period from April 01, 2022 to December 31, 2022 ("the Statement"), being prepared and submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended to date (the "Listing Regulations"), which has been initialled by us for identification purpose.

2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company'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, as amended, read with relevant Rules issued thereunder, and other accounting principles generally accepted in India, read with the Listing Regulations. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended to date, to the extent applicable.

4. The statement includes results of the following entities:

- a. 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 paragraph 3 above and based on the consideration of the review reports of other auditors referred to in other matters paragraph below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles

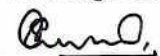


generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the unaudited financial information/ financial results of the above mentioned two subsidiaries, whose reviewed quarterly and year to date standalone financial results reflect total revenues of Rs.1.22 lakhs and Rs.3.63 lakhs, total net profit after tax of Rs.1.15 lakhs and Rs.3.44 lakhs and total comprehensive income of Rs.1.15 lakhs and Rs.3.44 lakhs, for the quarter and year to date period ended December 31, 2022 respectively as considered in the Statement which have been reviewed by their respective independent auditors. The independent auditor's report on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far 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. These subsidiaries are not considered material to the group. All the figures stated above are before giving the effect of consolidation adjustments.
7. We did not review the unaudited financial information/ financial results of the above mentioned 4 joint ventures, wherein Group's share of profit including other comprehensive income of Rs.50.20 lakhs and Rs.118.71 lakhs for the quarter and year to date period ended December 31, 2022 respectively, as considered in this Statement.
8. Out of companies mention in point 7 above, We did not review the unaudited financial results of 1 joint venture namely Ramesh Sunwire Private Limited, wherein Group's share of profit including other comprehensive income of Rs.27.53 lakhs and Rs.57.85 lakhs for the quarter and year to date period ended December 31, 2022 respectively, as considered in this Statement, have been reviewed by other auditors whose review reports have been furnished to us. Our report, to the extent it concerns this joint venture, on the unaudited quarterly and year to date consolidated financial results is based solely on the report of the other auditors. These joint ventures are not considered material to the Group. All the figures stated above are before giving the effect of consolidation adjustments.
9. Out of companies mention in point 7 above, we did not review the unaudited financial results of 3 joint ventures, wherein 2 joint ventures namely CT mining Private Limited and Daido DMS India Private Limited, Group's share of profit including other comprehensive income of Rs.22.67 lakhs and Rs.60.86 lakhs for the quarter and year to date period ended December 31, 2022 respectively, as considered in the 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 financial results and in respect of Madanpur (North) Coal Co. Private Limited is not consolidated and not provided by the management as there is no material operation during the quarter and year to date period ended December 2022. These joint ventures are not considered material to the Group. All the figures stated above are before giving the effect of consolidation adjustments.

Our conclusion on the Statement are not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors including management certified financials.

For NSBP & Co.
Chartered Accountants
Firm Registration No. 001075N



Subodh Kumar Modi
Partner

M. No. 093684

UDIN:23093684BGXGNL9078

Place: New Delhi

Date: February 7, 2023



**SUNFLAG IRON AND STEEL COMPANY LIMITED**

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

CIN : L27100MH1984PLC034003

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

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2022

Amount ₹. In Lakh, Except otherwise stated

Sr. No.	PARTICULARS	Quarter Ended			Nine Months ended		Year ended
		December, 31	September, 30	December, 31	December, 31	December, 31	March 31,
		2022	2022	2021	2022	2021	2022
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1.	Income						
	a) Revenue from Operations	86,942	88,551	69,626	2,65,145	2,04,928	2,69,826
	b) Other Income	316	101	120	507	361	456
	Total Income	87,258	88,652	69,746	2,65,652	2,05,289	2,70,282
2.	Expenses						
	a) Cost of materials consumed	52,877	56,394	45,179	1,66,824	1,39,360	1,91,352
	b) Changes in Inventories of Finished Goods and Work-in-process	3,636	(4,417)	(2,261)	3,448	(15,437)	(27,218)
	c) Employees benefits expense	1,711	2,766	2,865	7,200	7,950	9,786
	d) Finance Costs	2,179	1,731	1,360	5,369	3,031	4,225
	e) Depreciation and amortisation expense	1,976	1,976	1,885	5,920	5,628	7,631
	f) Other expenditure	17,056	17,591	15,076	52,809	41,084	56,072
	Total expenses	79,435	76,041	64,104	2,41,570	1,81,616	2,41,848
3.	Profit/(Loss) before Exceptional Items & Tax	7,823	12,611	5,642	24,082	23,673	28,434
4.	Exceptional items	-	-	-	1,19,286	-	-
5.	Profit/(Loss) before tax	7,823	12,611	5,642	1,43,368	23,673	28,434
6.	Tax Expense						
	a) Current Tax	(2,127)	(3,340)	(1,465)	(36,569)	(6,336)	(7,395)
	b) Deferred Tax	220	215	59	642	238	605
7.	Net Profit/(Loss) for the period / year after Tax	5,916	9,486	4,236	1,07,441	17,575	21,644
8.	Share of Profit/ (Loss) in Joint Venture	50	23	25	119	45	58
9.	Total Profit / (Loss)	5,966	9,509	4,261	1,07,560	17,620	21,702
10.	Total Profit/(Loss) after Tax attributable to						
	a) Owners Equity	5,966	9,509	4,261	1,07,559	17,619	21,700
	b) Non- Controlling Interest	-	-	-	1	1	2
11.	Total Profit/(Loss) after tax for the period / year	5,966	9,509	4,261	1,07,560	17,620	21,702
12.	Other Comprehensive Income (net of tax) attributable to						
	a) Owners Equity	366	21	94	392	(5)	(94)
	b) Non- Controlling Interest	-	-	-	-	-	-
	c) Income Tax Relating to items that will not be reclassified	-	-	-	-	-	-
13.	Total Comprehensive Income (Net of Tax) (11+12)	6,332	9,530	4,355	1,07,952	17,615	21,608
	a) Owners Equity	6,332	9,530	4,355	1,07,951	17,614	21,606
	b) Non- Controlling Interest	-	-	-	1	1	2
14.	Paid-up equity share capital (Face value of ₹.10/-each)	18,022	18,022	18,022	18,022	18,022	18,022
15.	Other Equity						1,56,873
16.	Earnings per Share (EPS) (₹.) (Face value of ₹.10/-each)						
	a) Basic and diluted EPS before extra ordinary items	3.31	5.28	2.36	59.68	9.78	12.04
	b) Basic and diluted EPS after extra ordinary items	3.31	5.28	2.36	59.68	9.78	12.04

Notes:

- The consolidated financial results have been reviewed by the audit committee and approved by the Board of Directors at their respective meeting held on Feb 7, 2023. Limited review under regulation 33 of the SEBI (Listing obligations and disclosure requirements) Regulation, 2015 has been carried out by the statutory auditors of the company. The auditors have expressed an unqualified report on the above results.
- The consolidated financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended and other recognized accounting practices and policies to the extent possible.
- The consolidated financial results for the quarter ended 31st December 2022, have been prepared in accordance with the recognition and measurement principles laid down in Ind AS-34 "Interim Financial reporting"
- 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 figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.
- The results of the company are also available on stock exchange websites www.nseindia.com, www.bseindia.com and on the company website www.sunflagsteel.com

For and on behalf of the Board of Directors
SUNFLAG IRON AND STEEL COMPANY LIMITEDPLACE : NAGPUR
DATE : 7th FEBRUARY 2023**SURENDRA KUMAR GUPTA**
DY. MANAGING DIRECTOR
DIN : 00054836