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SECY/2023/ Stock Exchange/176-177
Monday, the 29th May, 2023

Deputy General Manager,
Department of Corporate Services,
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
MUMBAI - 400 001.

BSE Scrip Code - 500404

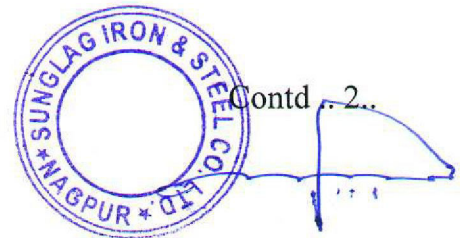
The Manager, Listing Department,
National Stock Exchange of India Ltd.,
"Exchange Plaza", C - 1, Block G,
Bandra - Kurla Complex, Bandra (East)
MUMBAI - 400 051

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 - Outcome of the 193rd Board Meeting - Monday, the 29th May, 2023 at 33, Mount Road, Sadar, Nagpur - 440001.

Dear Sir,

1. 193rd Meeting of the Board of Directors of the Company was held on Monday, the 29th May, 2023 at the Registered Office of the Company at 33, Mount Road, Sadar, Nagpur - 440001.
2. The Board of Directors of the Company has considered, noted and approved the following:



Visit us at www.sunflagsteel.com

BHANDARA OFFICE :
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DELHI OFFICE :
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MUMBAI OFFICE :
307, HAMILTON - B
HIRANANDANI BUSINESS PARK
GHODBUNDER ROAD,
THANE - 400 807
TEL. : 022-25862294/5/6
FAX : 022-25861931
E-mail : mktg_wz@sunflagsteel.com



PUNE OFFICE :
65-69, FIFTH FLOOR,
'SAI KRIPA BHAVAN',
PUNE MUMBAI HIGHWAY,
OPP. KSB PUMPS, S. No. 5743,
KHARALWADI, PIMPRI,
PUNE - 411 018
TEL. : 020 - 27424685
FAX : 020 - 27423013
E-mail : mktg_pz@sunflagsteel.com

FARIDABAD OFFICE :
PLOT No. 12, SCTOR 'G'
MATHURA ROAD,
FARIDABAD - 121 006
TEL. : 0129 - 2311116, 2311112,
2311117
E-mail : mktg_nz@sunflagsteel.com

CHENNAI OFFICE :
705, 7TH FLOOR, CHALLAMALL,
11/11A, SIR THIAGARAYA ROAD,
T NAGAR, CHENNAI - 600 017
044-24342262, 24342263
FAX : 044-24347649
E-mail : mktg_sz@sunflagsteel.com

- (i) The Audited Financial Statements (Standalone and Consolidated) of the Company for the Financial Year 2022-23 ended 31st March, 2023, as reviewed and recommended by the Audit Committee.
- (ii) Audited Financial Results together with Audited Statement of Assets and Liabilities (Standalone and Consolidated) and the Cash Flow Statement (Standalone and Consolidated) of the Company for the Fourth Quarter (Q-4) / Financial Year 2022-23 ended 31st March, 2023 as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as reviewed and recommended by the Audit Committee.

In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Audited Financial Results (Standalone and Consolidated), the Statement of Assets and Liabilities (Standalone and Consolidated) and the Cash Flow Statement (Standalone and Consolidated) of the Company for the Fourth Quarter (Q-4) / Financial Year 2022-23 ended 31st March, 2023 together with the Report of the Statutory Auditors and Declaration on Unmodified Opinion of the Company, are enclosed herewith.

The above financial results will also be made available on the Company's website www.sunflagsteel.com.

- (iii) The Board considered and took on record the Draft Auditors' Report in respect of Audited Financial Statements (Standalone and Consolidated) of the Company for the Financial Year 2022-23 ended on 31st March, 2023.
3. The Board of Directors of the Company, on recommendation of the Audit Committee, has considered and approved the re-appointment of M/s. G. R. Paliwal & Company, Cost Accountants, Nagpur as the Cost Auditors of the Company for the Financial Year 2023-24. The brief Profile of Cost Auditors is attached.



Contd .. 3..

.. 3..

4. The Board of Directors of the Company, on recommendation of the Audit Committee, has considered and approved the re-appointment of M/s. Ajay Nandkishore & Co., Chartered Accountants, Nagpur as the Tax Auditors of the Company for the Financial Year 2022-23. The brief Profile of Tax Auditors is attached.
5. The Board of Directors of the Company has considered and approved the Re-appointment of Mr. Surendra Kumar Gupta (DIN: 00054836) as the Deputy Managing Director, designated Key Managerial Personnel of the Company liable to retire by rotation for the period of three (3) years commencing from 30th July, 2023, subject to the approval of the shareholders of the Company at ensuing General Meeting. The brief Profile of Mr. Surendra Kumar Gupta is attached.

We do hereby confirm that Mr. Surendra Kumar Gupta has not been debarred from holding the office of Director of any Company by virtue of any Order of the SEBI or of any other authority and do not have any *inter-se* relationship with any other Director/s, Key Managerial Personnel, Management and Promoters of the Company.

Please note that the 193rd Board Meeting commenced at 12:00 Hrs. and concluded at 16:30 Hrs. on Monday, the 29th May, 2023.

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
e-Mail: aym@sunflagsteel.com
Phone No: +91 712 2524661
Mobile No: +91 9373793288
33, Mount Road, Sadar, Nagpur – 440001



Encl: As Above

**BRIEF PROFILE OF M/S. G. R. PALIWAL & COMPANY, COST
ACCOUNTANTS, NAGPUR RE-APPOINTED AS COST AUDITORS OF
THE COMPANY FOR THE FINANCIAL YEAR 2023-24**

M/s G. R. Paliwal & Co, Cost Accountant, Nagpur is proprietorship Firm. The Proprietor, CMA Ghanshyam Rajaram Paliwal is B. Sc Graduate, Master of Commerce and also a fellow member of Cost and Management Accountant. He is practicing as Cost Accountant for more than 35 years and providing services in the field of Audit, Taxation and Designing, Development & Implementation of Cost & Management Accounting Systems etc.

**BRIEF PROFILE OF M/S. AJAY NANDKISHORE & CO., CHARTERED
ACCOUNTANTS, NAGPUR RE-APPOINTED AS TAX AUDITORS OF THE
COMPANY FOR THE FINANCIAL YEAR 2022-23**

M/s. Ajay Nandkishore & Co., Chartered Accountants, Nagpur is proprietorship Firm. The Proprietor, CA Ajay Nandkishore Singh, Age 54 Years, graduated as B.SC [Physics, Chemistry and Mathematics] from Deoghar College, Deoghar [Jharkhand] and also a Fellow Member of the Institute of Chartered Accountant of India [ICAI]. He is having experience of more than 15 years in the field of Income Tax, GST, International Taxation, Tax Audit, Special Audit and Tax laws.



BRIEF PROFILE OF MR. SURENDRA KUMAR GUPTA (DIN: 00054836) RE-APPOINTED AS THE DEPUTY MANAGING DIRECTOR, OF THE COMPANY FOR THE PERIOD OF THREE (3) YEARS COMMENCING FROM 30TH JULY, 2023.

Mr. Surendra Kumar Gupta, age 74 years, graduated in Mechanical Engineering (B.E.) and thereafter pursued Diploma in Business Management. He has wide experience of over 42 years in Steel and Steel making industry. He was appointed as Director and also the Whole-time Director of the Company in July, 2007, continued on the Board thereafter and presently, the Deputy Managing Director of the Company, looking after overall affairs of the Steel Plant and Coal Mine of the Company.



SECY / 2023 / 178-179
Monday, the 29th May, 2023



Deputy General Manager,
Department of Corporate Services,
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
MUMBAI - 400001
Scrip Code - 500404

SUNFLAG IRON & STEEL CO. LTD.

REGD. OFFICE :
33, MOUNT ROAD, SADAR, NAGPUR - 440 001 (INDIA)
PH.: 2524661, 2532901, 2520356, 2520358 FAX : 0712-2520360
E-Mail : admin@sunflagsteel.com
Website : www.sunflagsteel.com
CIN:L27100MH1984PLC034003

The Manager, Listing Department,
National Stock Exchange of India Ltd.,
"Exchange Plaza", C - 1, Block G,
Bandra - Kurla Complex, Bandra (East)
MUMBAI - 400051
Scrip Symbol - SUNFLAG

Sub: Declaration - Disclosure pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

In compliance with the provisions of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we do hereby confirm and declare that, M/s. NSBP & Company, Chartered Accountants, New Delhi (ICAI Firm Registration No.001075N, Peer Review Certificate No. 009284), Statutory Auditors of the Company, have issued the Audit Report/s with Unmodified Opinion, in respect of Audited Financial Results (Standalone and Consolidated) of the Company, for the Fourth Quarter (Q-4) and Financial Year ended 31st March, 2023.

You are therefore requested to place the aforesaid information on records.

Sincerely,

For Sunflag Iron and Steel Company Limited


S. Mahadevan
Chief Financial Officer



Visit us at www.sunflagsteel.com

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Independent Auditor's Report

To the Board of Directors of Sunflag Iron and Steel Company Limited

Report on the Audit of Standalone Financial Results

Opinion

We have audited the accompanying Statement of Standalone Financial Results of **Sunflag Iron and Steel Company Limited** (the "Company") for the quarter and year ended March 31, 2023 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- b. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SA's) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Results.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the Standalone Financial Statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



In preparing the Standalone Financial Results, the Board of Directors is 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.

The Board of Directors is also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone 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 this Standalone Financial Results.

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 Standalone 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, misrepresentation, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates 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 ability of the Company 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 Statement 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 Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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.



NSBP & CO.

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.

The statement includes the result for the quarter ended March 31, 2023, being the balancing figure between the audited figures in respect of the financial year ended March 31, 2023, and the published unaudited year to date figures up to the third quarter of the current financial year.

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



Subodh Kumar Modi
Partner

Membership No.: 093684
UDIN: 23093684BGXGTB1238



Place: New Delhi
Date: May 29, 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

AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

Amount ₹ In Lakhs except otherwise stated

Sr. No.	PARTICULARS	Quarter Ended			Year Ended	
		March, 31 2023	December, 31 2022	March, 31 2022	March, 31 2023	March, 31 2022
		AUDITED #	UNAUDITED	AUDITED #	AUDITED	AUDITED
1.	Income					
	a) Revenue from Operations	83,697	86,942	64,898	3,48,842	2,69,826
	b) Other Income	199	316	94	702	451
	Total Income	83,896	87,258	64,992	3,49,544	2,70,277
2.	Expenses					
	a) Cost of materials consumed	58,531	52,877	51,992	2,25,355	1,91,352
	b) Changes in Inventories of Finished Goods and Work-in-process.	(6,423)	3,636	(11,781)	(2,975)	(27,218)
	c) Employees benefits expense	3,582	1,711	1,836	10,782	9,786
	d) Finance Costs	2,741	2,180	1,194	8,110	4,225
	e) Depreciation and amortisation expense	2,145	1,976	2,003	8,065	7,631
	f) Other expenses	18,288	17,056	14,988	71,097	56,072
	Total expenses	78,864	79,436	60,232	3,20,434	2,41,848
3.	Profit/(Loss) before exceptional Items & tax	5,032	7,822	4,760	29,110	28,429
4.	Exceptional items	-	-	-	1,19,286	-
5.	Profit/(Loss) before tax	5,032	7,822	4,760	1,48,396	28,429
6.	Tax Expense					
	a) Current Tax	(922)	(2,127)	(1,059)	(37,491)	(7,394)
	b) Deferred Tax	(97)	220	367	545	605
	c) Income tax pertaining to earlier years	(18)	-	-	(18)	-
7.	Net Profit/(Loss) for the period/year after tax	3,995	5,915	4,068	1,11,432	21,640
8.	Other Comprehensive Income/(Loss)					
	a) Item not to be classified to profit and (loss) item	54,700	366	(89)	55,092	(94)
	b) Income Tax Relating to above items	(7,297)	-	-	(7,297)	-
	Other Comprehensive Income /(loss) (net of tax)	47,403	366	(89)	47,795	(94)
9.	Total Comprehensive Income for the period / year (Net of Tax)	51,398	6,281	3,979	1,59,227	21,546
10.	Paid-up equity share capital (Face value of ₹10/-each)	18,022	18,022	18,022	18,022	18,022
11.	Reserve excluding Revaluation Reserves				2,77,460	1,21,873
12.	Earnings per Share (EPS) (₹) (Face value of ₹10/-each)					
	Basic and diluted EPS	2.22	3.28	2.26	61.83	12.01
	# Refer note No. 6					

Notes :

- The Standalone financial results have been reviewed and recommended by the audit committee and approved by the Board of Directors at their respective meeting held on May 29, 2023. Limited review under regulation 33 of the SEBI (Listing obligations and disclosure requirements) Regulations, 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 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 exceptional items are pertaining to Company's past period claims on Lloyds Metal & Energy Ltd (LMEL), which has been settled through Arbitral tribunal vide award dated 22.04.2022 read with additional / supplementary award dated 28.04.2022. Consequently, LMEL issued Optionally Fully Convertible Debentures (OFCD) with an option to convert into equity shares. The company exercised its option and converted the OFCD into 600 Lakhs equity shares.
- Other Comprehensive income consists of;
 - Revaluation gain of ₹6681 Lakhs (Plant & Machinery – ₹2947 Lakhs and Buildings – ₹3734 Lakhs) on account of Company's revaluation of its plant and machinery and building at the end of the year Mar 31, 2023. (Previous revaluation was carried out as on March 31, 2020).
 - MTM gain on Equity shares held by the company in Lloyds Metal & Energy Ltd (LMEL) recognised at its fair value as at March 31, 2023.
- The figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.
- The Figures of last Quarters are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial years.
- 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 : May 29, 2023



For and on behalf of the board of directors
SUNFLAG IRON AND STEEL COMPANY LIMITED

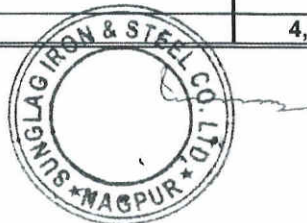
R. MURLIDHAR
R. MURLIDHAR
DIRECTOR (FINANCE)
DIN 00982212





SUNFLAG IRON AND STEEL COMPANY LIMITED

STATEMENT OF ASSETS AND LIABILITIES	Amount ₹ In Lakh			
	STANDALONE		CONSOLIDATED	
	Year ended March 31, 2023 AUDITED	Year ended March 31, 2022 AUDITED	Year ended March 31, 2023 AUDITED	Year ended March 31, 2022 AUDITED
ASSETS				
Non-current Assets				
(a) Property, plant and equipment	1,53,654	1,19,700	1,53,839	1,19,879
(b) Right-of-use assets	5,305	5,304	5,305	5,304
(c) Capital work - in - progress	17,004	35,027	19,290	37,313
(d) Financial assets				
(i) Investments	1,72,209	1,389	1,72,568	1,659
(ii) Non- Current Loans	1,030	1,030	-	-
(iii) Other Financial Assets	1,960	7,666	1,960	7,666
(e) Other non current assets	2,512	2,348	2,537	2,372
Total non-current assets	3,53,674	1,72,464	3,55,499	1,74,193
Current Assets				
(a) Inventories	86,557	83,694	86,557	83,694
(b) Financial assets				
(i) Trade receivables	31,527	27,630	31,527	27,630
(ii) Cash and cash equivalents	1,018	1,468	1,149	1,594
(iii) Bank Balances	10,684	5,169	10,684	5,169
(iv) Other financial assets	140	115	140	115
(c) Income tax assets (net)	-	756	-	754
(d) Other current assets	8,678	15,927	8,678	15,927
	1,38,604	1,34,759	1,38,735	1,34,883
TOTAL ASSETS	4,92,278	3,07,223	4,94,234	3,09,076
EQUITY AND LIABILITIES				
Shareholders' funds				
(a) Share capital	18,022	18,022	18,022	18,022
(b) Other equity	3,14,829	1,55,602	3,16,199	1,56,873
Total Shareholders' funds	3,32,851	1,73,624	3,34,221	1,74,895
Non controlling interest	-	-	156	154
Non-current Liabilities				
(a) Financial liabilities				
(i) Borrowings	37,733	18,893	38,162	19,321
(ii) Lease liabilities	5,739	5,581	5,739	5,581
(ii) Other financial liabilities	369	879	369	879
(b) Provisions	3,468	3,404	3,468	3,404
(c) Deferred tax liabilities (Net)	23,399	16,647	23,399	16,647
(d) Other non-current liabilities	-	12	-	12
Total Non-Current Liabilities	70,708	45,416	71,137	45,844
Current Liabilities				
(a) Financial liabilities				
(i) Borrowings	16,723	33,481	16,724	33,481
(ii) Lease Liabilities	319	293	319	293
(iii) Trade payables				
- Total outstanding dues of Micro Enterprises and Small Enterprises	532	1,059	532	1,059
- Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	55,846	44,660	55,846	44,660
(iv) Other financial liabilities	8,919	5,600	8,919	5,600
(b) Other current liabilities	4,491	3,090	4,491	3,090
(c) Current tax liabilities (net)	1,889	-	1,889	-
Total Current Liabilities	88,719	88,183	88,720	88,183
TOTAL EQUITY AND LIABILITIES	4,92,278	3,07,223	4,94,234	3,09,076





SUNFLAG IRON AND STEEL COMPANY LIMITED

Cash flow statement for the year ended March 31, 2023

₹ in Lakh

Particulars	STANDALONE		CONSOLIDATED	
	Year ended March 31, 2023 AUDITED	Year ended March 31, 2022 AUDITED	Year ended March 31, 2023 AUDITED	Year ended March 31, 2022 AUDITED
A. Cash flow from operating activities				
Net Profit / (Loss) before tax	1,48,396	28,429	1,48,401	28,434
Items that will not be reclassified to profit or loss	-	-	-	-
<i>Adjustments for:</i>				
Depreciation and amortisation	8,065	7,631	8,064	7,631
Exceptional Items	(1,19,286)	-	(1,19,286)	-
Finance costs	8,110	4,225	8,110	4,225
Interest income	(439)	(307)	(444)	(311)
Income from Mutual Fund	(5)	-	(5)	-
Actuarial Gain / (Loss)	73	(89)	73	(89)
Provision for Foreign Currency hedging	-	(5)	-	(5)
Provision for earlier years no longer required	-	804	-	758
Provision for doubtful trade and other receivables, loans and advances	145	(152)	145	(152)
Operating profit / (loss) before working capital changes	45,059	40,536	45,058	40,491
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	(2,863)	(29,314)	(2,864)	(29,313)
Trade receivables	(4,042)	(6,456)	(4,042)	(6,457)
Short-term loans and advances	731	(744)	728	(742)
Long-term loans and advances	2,382	(5,261)	2,383	(5,996)
Other current assets	7,249	(7,544)	7,248	(7,544)
Other non-current assets	(164)	5,722	(165)	6,462
Sub Total for Changes in operating assets	3,293	(43,597)	3,288	(43,590)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	10,787	18,754	10,789	18,753
Other current liabilities	3,967	(2,752)	3,971	(2,351)
Short-term provisions	-	-	-	-
Other long-term liabilities	(522)	(225)	(522)	(583)
Long-term provisions	64	(1,006)	63	(1,006)
Cash flow from extraordinary items				
Sub Total for Changes in operating liabilities	14,296	14,771	14,301	14,813
Cash generated from operations	62,648	11,710	62,647	11,714
Income tax (paid)/Refund (net)	(34,867)	(7,394)	(34,867)	(7,395)
Net cash flow from / (used in) operating activities (A)	27,781	4,316	27,780	4,319
B. Cash flow from investing activities				
Capital expenditure on property, plant and equipment	(16,832)	(33,865)	(16,833)	(33,869)
Proceeds from sale of property, plant and equipment	-	-	-	-
Other Bank deposits not considered in Cash & Cash Equivalents(Net)	(5,515)	25	(5,515)	25
Interest income	439	307	444	311
Income from Mutual Fund	5	-	5	-
Net cash flow from / (used in) investing activities (B)	(21,903)	(33,533)	(21,899)	(33,533)
C. Cash flow from financing activities				
Proceeds from long-term borrowings	32,500	17,500	32,500	17,500
Inflow/(Repayment) of long-term borrowings	(6,514)	(9,112)	(6,513)	(9,112)
Net (decrease)/ increase in working capital borrowings	(23,442)	26,000	(23,441)	26,000
Proceeds from other short-term borrowings	-	-	-	-
Repayment of unsecured deferred sales tax loan	(462)	(648)	(462)	(648)
Finance cost	(7,518)	(3,632)	(7,518)	(3,632)
Lease Payments	(892)	(1,163)	(892)	(1,163)
Net cash flow (used in)/ from financing activities (C)	(6,328)	28,945	(6,326)	28,945
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(450)	(272)	(445)	(269)
Cash and cash equivalents at the beginning of the year	1,468	1,740	1,594	1,863
Effect of exchange differences on restatement of foreign currency cash and cash equivalents	-	-	-	-
Cash and cash equivalents at the end of the year	1,018	1,468	1,149	1,594

Note : Figures in brackets indicates cash outflow



Independent Auditor's Report

To the Board of Directors of Sunflag Iron and Steel Company Limited

Report on the Audit of Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of **Sunflag Iron and Steel Company Limited** (the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its joint ventures for the quarter and year ended March 31, 2023 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements and other financial information of the subsidiaries and joint ventures and management certified financial statements and other financial information of a joint venture, the aforesaid Statement:

- a. includes the financial results of the following entities:

Subsidiaries

1. Sunflag Power Limited
2. Khappa Coal Company Private Limited

Joint Ventures

1. CT Mining Private Limited
2. Daido DMS India Private Limited
3. Ramesh Sunware Private Limited
4. Madanpur (North) Coal Company Private Limited

- b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and

- c. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SA's") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Results.



Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the Consolidated Financial Statements. The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Results that give a true and fair view of the consolidated profit and other comprehensive income and other financial information of the Group and its joint ventures in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Companies included in the Group and its joint ventures are also responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its joint ventures 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 the 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 Consolidated Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Results by the Board of Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the Companies included in the Group and its joint ventures is 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 respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group and its joint ventures is also responsible for overseeing the financial reporting process of the respective Company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 this Consolidated Financial Results.

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 Consolidated 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates 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 ability of the Company 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 Statement 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 Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

We also performed procedures in accordance with the circular No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

We did not audit the Statement include the audited financial information/ financial results of two subsidiaries whose financial results reflect total assets of Rs.2,627 lakhs, total revenue of Rs.1 lakh and Rs.5 lakhs, total net profit after tax of Rs.1 lakh and Rs.4 lakhs, total comprehensive income of Rs.1 lakh and Rs.4 lakhs for the quarter ended March 31, 2023 and for the year ended March 31, 2023 respectively and net cash inflow of Rs.5 lakhs for the year ended on March 31, 2023. The Financial Statements of two subsidiaries have been audited by the other auditors whose reports have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amount and disclosures included in respect of two subsidiaries, is based solely on the report of such other auditors and the procedures performed by us as stated in the paragraph above. The above figures are before the consolidation adjustments.

We did not audit the Statement include the audited financial information/ financial results of two joint ventures whose financial results reflect net profit/ (loss) after tax of Rs.15 lakhs and Rs.75 lakhs and total comprehensive income of Rs.14 lakhs and Rs.74 lakhs for the quarter ended March 31, 2023 and for the year ended March 31, 2023 respectively. The Financial Statements of two joint ventures have been audited by the other auditors whose reports have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amount and disclosures included in respect of two joint ventures, is based solely on the report of such other auditors and the procedures performed by us as stated in the paragraph above. The above figures are before the consolidation adjustments.

The accompanying Statement also includes Group's share of net profit/ (loss) after tax of (Rs.42 lakh) and Rs.17 lakhs and total comprehensive income of (Rs.42 lakh) and Rs.17 lakhs for the quarter ended March 31, 2023 and for the year ended March 31, 2023 respectively, in respect of a joint venture namely Daido D.M.S India Private Limited, whose financial results have been considered on the basis of the management certified financial results and our report, insofar as it relates to the aforesaid joint venture, is based solely on the basis management certified financial results. The above figures are before the consolidation adjustments.



NSBP & CO.

The financial results of a joint venture namely Madanpur (North) Coal Company Private Limited was not available thus, the same has not been considered for consolidation purpose. The investment made in above joint venture is fully impaired in the financial statements of the Company. These joint ventures are not considered material to the Group.

The statement includes the result for the quarter ended March 31, 2023, being the balancing figure between the audited figures in respect of the financial year ended March 31, 2023, and the published unaudited year to date figures up to the third quarter of the current financial year.

Our report is not modified in respect of the above matters.

For **NSBP & Co.**

Chartered Accountants

Firm's Registration No.: 001075N



Subodh Kumar Modi

Partner

Membership No.: 093684

UDIN: 2309368486 XGTC2710



Place: New Delhi

Date: May 29, 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

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

Amount ₹ In Lakhs except otherwise stated

Sr. No.	PARTICULARS	Quarter Ended			Year Ended	
		March, 31 2023	December, 31 2022	March, 31 2022	March, 31 2023	March, 31 2022
		AUDITED #	UNAUDITED	AUDITED #	AUDITED	AUDITED
1.	Income					
	a) Revenue from Operations	83,697	86,942	64,898	3,48,842	2,69,826
	b) Other Income	200	316	95	707	456
	Total Income	83,897	87,258	64,993	3,49,549	2,70,282
2.	Expenses					
	a) Cost of materials consumed	58,531	52,877	51,992	2,25,355	1,91,352
	b) Changes in Inventories of finished goods and work-in-process.	(6,423)	3,636	(11,781)	(2,975)	(27,218)
	c) Employees benefits expense	3,582	1,711	1,836	10,782	9,786
	d) Finance Costs	2,741	2,179	1,194	8,110	4,225
	e) Depreciation and amortisation expense	2,144	1,976	2,003	8,064	7,631
	f) Other expenses	18,289	17,056	14,988	71,098	56,072
	Total expenses	78,864	79,435	60,232	3,20,434	2,41,848
3.	Profit/(Loss) before share of profit/(loss) from JVs and exceptional items & tax	5,033	7,823	4,761	29,115	28,434
4.	Exceptional items	-	-	-	1,19,286	-
5.	Profit/(Loss) before tax	5,033	7,823	4,761	1,48,401	28,434
6.	Tax Expense					
	(a) Current tax	(922)	(2,127)	(1,059)	(37,491)	(7,395)
	(b) Deferred Tax	(97)	220	367	545	605
	(c) Income tax pertaining to earlier years	(16)	-	-	(16)	-
7.	Net Profit/(Loss) for the period/year after tax	3,998	5,916	4,069	1,11,439	21,644
8.	Share of Profit/ (Loss) in Joint Venture	(27)	50	13	92	58
9.	Total Profit / (Loss)	3,971	5,966	4,082	1,11,531	21,702
10.	Total Profit/(Loss) after Tax attributable to					
	a) Owners Equity	3,970	5,966	4,081	1,11,529	21,700
	b) Non- Controlling Interest	1	-	1	2	2
11.	Total Profit/(Loss) after Tax for the period/ year	3,971	5,966	4,082	1,11,531	21,702
12.	Other Comprehensive Income for the period/ year (net of tax) attributable to					
	a) Owners Equity	54,700	366	(89)	55,092	(94)
	b) Non- Controlling Interest	-	-	-	-	-
	c) Income Tax Relating to items that will not be reclassified to Profit & Loss	(7,297)	-	-	(7,297)	-
	Other Comprehensive Income (net of tax)	47,403	366	(89)	47,795	(94)
13.	Total Comprehensive Income (Net of Tax) attributable to	51,374	6,332	3,993	1,59,326	21,608
	a) Owners Equity	51,373	6,332	3,992	1,59,324	21,606
	b) Non- Controlling Interest	1	-	1	2	2
14.	Paid-up equity share capital (Face value of ₹10/-each)	18,022	18,022	18,022	18,022	18,022
15.	Reserve excluding Revaluation Reserves				2,78,830	1,23,144
16.	Earnings per Share (EPS) (₹) (Face value of ₹10/-each)					
	Basic and diluted EPS	2.20	3.31	2.27	61.89	12.04
	# Refer note No. 6					

Notes :

- The consolidated financial results have been reviewed and recommended by the audit committee and approved by the Board of Directors at their respective meeting held on May 29, 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 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 exceptional items are pertaining to Company's past period claims on Lloyds Metal & Energy Ltd (LMEL), which has been settled through Arbitral tribunal vide award dated 22.04.2022 read with additional / supplementary award dated 28.04.2022. Consequently, LMEL issued Optionally Fully Convertible Debentures (OFCD) with an option to convert into equity shares. The company exercised its option and converted the OFCD into 600 Lakhs equity shares.
- Other Comprehensive income consists of;
 - Revaluation gain of ₹6681 Lakhs (Plant & Machinery – ₹2947 Lakhs and Buildings – ₹3734 Lakhs) on account of Company's revaluation of its plant and machinery and building at the end of the year Mar 31, 2023. (Previous revaluation was carried out as on March 31, 2020).
 - MTM gain on Equity shares held by the company in Lloyds Metal & Energy Ltd (LMEL) recognised at its fair value as at March 31, 2023.
- The figures of previous periods have been re-grouped /re-arranged wherever necessary to make them comparable.
- The Figures of last Quarters are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial years.
- 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 : May 29, 2023



For and on behalf of the board of directors
SUNFLAG IRON AND STEEL COMPANY LIMITED

R. MURLIDHAR
DIRECTOR (FINANCE)
DIN 00982212

