

SECY / 2026 / 127 – 128
Friday, the 29th May, 2026



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
Scrip Code – 500404

SUNFLAG IRON & STEEL CO. LTD.
REGD. OFFICE :
33/1, MOUNT ROAD, SADAR, NAGPUR - 440 001. MH, (INDIA)
PH.: 0712-2524661, 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)
M U M B A I – 4 0 0 0 5 1
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. Lodha & Co. LLP, Chartered Accountants, New Delhi (ICAI Firm Registration No.301051E/E300284, Peer Review Certificate No. 016523), 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, 2026.

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

Sincerely,

For Sunflag Iron and Steel Company Limited


S. Mahadevan Iyer
Chief Financial Officer



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INDEPENDENT AUDITORS' REPORT ON THE QUARTERLY AND YEAR TO DATE AUDITED STANDALONE FINANCIAL RESULTS OF SUNFLAG IRON AND STEEL COMPANY LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED

**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 ended 31st March, 2026 and for the year ended 31st March, 2026 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- (a) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (b) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India, of the net profit/loss and other comprehensive income and other financial information of the Company for the quarter ended 31st March, 2026 and for year ended 31st March, 2026.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended (the Act). Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone 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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's and Board of Directors' Responsibilities for the Standalone Financial Results

The Statement, which includes the Standalone Financial Results is the responsibility of the Board of Directors and has been approved by it for the issuance. The Statement has been prepared on the basis of the annual standalone financial statements for the year ended 31st March, 2026. The Company's management and the Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the Indian Accounting Standards (Ind AS) 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 Statement, the management and Board of Directors are 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 are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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 Statement, 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 control 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 through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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 Company's ability 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 financial results 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 Statement, including the disclosures, and whether the Statement 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.

Other Matters

- a. The standalone financial results for the quarter and year ended 31st March 2025, included as comparative financial information in the accompanying Statement, were audited by the preceding statutory auditor, who had expressed an unmodified opinion vide their report dated 27th May 2025.
- b. The Statement includes the results for the quarter ended 31st March 2026 being the balancing figure between the audited figures in respect of the full financial year ended 31st March 2026 and the published un-audited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion on the same is not modified in respect of above matters.

For Lodha & Co LLP
Chartered Accountants
Firm's Registration No. 301051E/E300284


(N.K. Lodha)

Partner

M. No. 085155

UDIN: 26085155SSNEVL9202

Place: New Delhi

Date: 29th May, 2026





SUNFLAG IRON AND STEEL COMPANY LIMITED

Regd. Office : 33/1, 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, 2026

₹ in lakhs (except otherwise stated)

Sr. No.	PARTICULARS	Quarter ended			Year ended	
		March 31, 2026	December 31, 2025	March 31, 2025	March 31, 2026	March 31, 2025
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
1.	Income					
	a) Revenue from operations	1,00,069	94,247	88,311	3,93,938	3,53,559
	b) Other income	296	213	265	1,637	1,646
	Total Income	1,00,365	94,460	88,576	3,95,575	3,55,205
2.	Expenses					
	a) Cost of materials consumed	59,923	57,558	61,908	2,35,181	2,22,897
	b) Changes in inventories of finished goods and work-in-process	189	868	(6,417)	12,911	(2,145)
	c) Employees benefits expense	3,803	3,705	3,274	15,105	13,732
	d) Finance costs	1,766	1,721	2,187	7,222	8,990
	e) Depreciation and amortisation expense	2,837	3,080	2,640	11,317	10,445
	f) Other expenses	23,746	18,917	19,502	83,058	80,143
	Total expenses	92,264	85,849	83,094	3,64,794	3,34,062
3.	Profit / (Loss) before exceptional items and tax	8,101	8,611	5,482	30,781	21,143
4.	Exceptional Items Gain/ (Loss) (Refer note 5 below)	-	(870)	-	(870)	-
5.	Profit/(loss) before tax	8,101	7,741	5,482	29,911	21,143
6.	Tax Expense					
	a) Current tax	(2,335)	(1,664)	(1,444)	(8,161)	(6,225)
	b) Current tax pertaining to earlier years	159	-	-	159	-
	c) Deferred tax	(20)	(167)	240	667	1,257
	d) Deferred tax pertaining to earlier years	(2,510)	-	-	(2,510)	-
7.	Net profit/(loss) after tax	3,395	5,910	4,278	20,066	16,175
8.	Other comprehensive income (OCI)					
	Items that will not be reclassified to profit or loss	(28,563)	57,641	32,958	(8,307)	4,10,789
	Income tax relating to items that will not be reclassified to profit or loss	4,032	(8,378)	(4,760)	1,092	(66,731)
	Total other comprehensive income/(loss)	(24,531)	49,263	28,198	(7,215)	3,44,058
9.	Total comprehensive income/(loss)	(21,136)	55,173	32,476	12,851	3,60,233
10.	Paid-up equity share capital (face value of ₹ 10/-each)	18,022	18,022	18,022	18,022	18,022
11.	Other equity excluding revaluation reserve				8,35,624	8,23,181
12.	Earnings per share (EPS) (₹) (face value of ₹ 10/-each)					
	Basic and diluted EPS	1.88	3.28	2.37	11.13	8.98

Notes :

- The above audited standalone financial results for the quarter and year ended March 31, 2026 have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors (Board) of Sunflag Iron and Steel Company Limited ("the Company") at their respective meetings held on May 29, 2026.
- These results have been prepared in accordance with the recognition and measurement principles of the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013, other accounting principles generally accepted in India and are in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- The management of the Company has identified that, 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 Board of Directors have recommended a dividend of ₹.1/- per fully paid up equity share of ₹.10 each for the year ended March 31, 2026, subject to approval by the shareholders.
- Other Comprehensive income for the quarter and year ended March 31, 2026 consists of;
 - The Company values its Property, Plant and Equipment as per Replacement cost method of the cost approach method and in view thereof, the Company has revalued certain classes of its Property, Plant and Equipment based on the report by an independent registered valuer as on March 31, 2026. Accordingly, the net carrying values of Buildings and Plant & Machinery as on March 31, 2026 have been increased by ₹ 581 lakhs and ₹ 496 lakhs respectively with corresponding effect in Other Comprehensive Income of ₹ 806 lakhs (net of tax impact of ₹ 271 lakhs).
 - MTM (loss) of (₹ 29,760 lakhs) & (₹ 9,330 lakhs) for the quarter and year ended March 31, 2026 respectively, on equity shares held by the Company in Lloyds Metal & Energy Limited (LMEL), recognised at its fair value as at March 31, 2026.
- Government of India notified the four Labour Codes on November 21, 2025 consolidating 29 existing labours laws. The Ministry of Labour and Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulation. The Company has assessed its implication through actuarial valuation, which has resulted in increase in gratuity and leave liability by ₹ 870 Lakhs. Considering the impact arising out of an enactment of the new legislation, the Company have recognised the same under "Exceptional Items" for the quarter ended December 31, 2025.
- The figures of previous periods have been re-grouped/re-classified wherever necessary to make them comparable.
- The figures for the quarter ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial years.

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



PRANAV BHARDWAJ
MANAGING DIRECTOR
DIN 00054805

PLACE : New Delhi
DATE : May 29, 2026



SUNFLAG IRON AND STEEL COMPANY LIMITED

STATEMENT OF ASSETS AND LIABILITIES	₹ in lakhs			
	STANDALONE		CONSOLIDATED	
	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Particulars	AUDITED	AUDITED	AUDITED	AUDITED
ASSETS				
Non-current assets				
(a) Property, plant and equipment	1,53,691	1,43,998	1,53,876	1,44,183
(b) Right of use assets	3,825	4,316	3,825	4,316
(c) Capital work-in-progress	20,133	27,401	21,387	29,709
(d) Financial assets				
(i) Investments	7,69,538	7,78,381	7,69,230	7,77,906
(ii) Non current Loans	-	-	-	-
(iii) Other financial assets	4,923	3,454	4,923	3,454
(e) Other non current assets	2,574	2,398	2,595	2,419
Total non-current assets	9,54,684	9,59,948	9,55,836	9,61,987
Current assets				
(a) Inventories	97,626	93,119	97,626	93,119
(b) Financial assets				
(i) Trade receivables	33,933	36,167	33,933	36,167
(ii) Cash and cash equivalents	18,041	9,979	18,189	10,121
(iii) Bank balances other than above	4,786	5,700	4,786	5,700
(iv) Other current financial assets	1,193	332	1,193	332
(c) Income tax assets (net)	-	55	-	55
(d) Other current assets	17,683	11,219	17,683	11,220
Total current assets	1,73,262	1,56,571	1,73,410	1,56,714
TOTAL ASSETS	11,27,946	11,16,519	11,29,246	11,18,701
EQUITY AND LIABILITIES				
Equity				
(a) Equity share capital	18,022	18,022	18,022	18,022
(b) Other equity	8,68,519	8,57,020	8,69,230	8,58,615
Equity attributable to owners of the Company	8,86,541	8,75,042	8,87,252	8,76,637
Non controlling interest	-	-	162	160
Total equity	8,86,541	8,75,042	8,87,414	8,76,797
Liabilities				
Non-current Liabilities				
(a) Financial liabilities				
(i) Borrowings	5,682	16,106	6,110	16,534
(ii) Lease liabilities	4,476	4,927	4,476	4,927
(iii) Other financial liabilities	65	65	65	65
(b) Provisions	2,658	2,149	2,658	2,149
(c) Deferred tax liabilities (net)	1,10,812	1,10,061	1,10,812	1,10,061
Total non-current liabilities	1,23,693	1,33,308	1,24,121	1,33,736
Current liabilities				
(a) Financial liabilities				
(i) Borrowings	41,345	40,522	41,345	40,522
(ii) Lease liabilities	467	422	467	422
(iii) Trade payables				
- Total outstanding dues of micro enterprises and small enterprises	1,938	3,895	1,938	3,895
- Total outstanding dues of creditors other than micro enterprises and small enterprises	52,723	43,934	52,722	43,933
(iv) Other financial liabilities	17,465	15,284	17,465	15,284
(b) Other current liabilities	3,354	3,977	3,354	3,977
(c) Provisions	308	135	308	135
(d) Current tax liabilities (net)	112	-	112	-
Total current liabilities	1,17,712	1,08,169	1,17,711	1,08,168
TOTAL EQUITY AND LIABILITIES	11,27,946	11,16,519	11,29,246	11,18,701



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SUNFLAG IRON AND STEEL COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2026

₹ in lakhs

Particulars	STANDALONE		CONSOLIDATED	
	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
	AUDITED	AUDITED	AUDITED	AUDITED
A. Cash flow from operating activities				
Net profit/(loss) before tax	29,911	21,143	30,082	21,176
<u>Adjustments for:</u>				
Depreciation and amortisation	11,317	10,445	11,317	10,445
(Profit)/loss on sale of property, plant and equipment	63	(7)	63	(7)
Finance costs	7,222	8,990	7,222	8,990
Interest income	(985)	(975)	(992)	(981)
Unrealised foreign exchange	(7)	-	(7)	-
Share of profit or loss of joint ventures and associates	-	-	(165)	(28)
Dividend income	(600)	(600)	(600)	(600)
Bad debts	3	81	3	81
Loss allowances for trade receivables	584	743	584	743
Operating profit/(loss) before working capital changes	47,508	39,820	47,507	39,819
<u>Changes in working capital:</u>				
<i>Adjustments for (increase)/decrease in operating assets:</i>				
Inventories	(4,507)	(9,859)	(4,507)	(9,859)
Trade receivables	1,647	(2,385)	1,647	(2,385)
Other financial assets-current/non-current	(917)	(121)	(918)	(121)
Other current assets	(6,464)	(3,689)	(6,464)	(3,690)
Sub total for changes in operating assets	(10,241)	(16,054)	(10,242)	(16,055)
<i>Adjustments for increase/(decrease) in operating liabilities:</i>				
Trade payables	6,804	(4,757)	6,805	(4,758)
Other financial liabilities	2,735	4,311	2,735	4,311
Other current liabilities	(623)	1,244	(623)	1,243
Long/short-term provisions	663	154	663	153
Sub total for changes in operating liabilities	9,579	952	9,580	949
Cash generated from operations	46,846	24,718	46,845	24,713
Income tax (paid)/refund (net)	(7,835)	(5,490)	(7,835)	(5,490)
Net cash flow from / (used in) operating activities (A)	39,011	19,228	39,010	19,223
B. Cash flow from investing activities				
Payment for Property, plant and equipment, CWIP, Capital Advance & Capital Creditors	(12,772)	(8,812)	(12,772)	(8,815)
Proceeds from sale of property, plant and equipment	-	8	-	8
Other bank deposits not considered in cash & cash equivalents (net)	(548)	627	(548)	627
Interest received	1,034	931	1,041	937
Dividend received	600	600	600	600
Long-term investments in;				
- Joint ventures	(487)	(2,486)	(487)	(2,486)
Net cash flow from / (used in) investing activities (B)	(12,173)	(9,132)	(12,166)	(9,129)
C. Cash flow from financing activities				
Proceeds from long-term borrowings	5,300	3,285	5,300	3,285
Repayment of long-term borrowings	(16,823)	(11,927)	(16,823)	(11,927)
Net (decrease)/ increase in working capital borrowings	1,922	(1,252)	1,922	(1,252)
Repayment of unsecured deferred sales tax loan	-	(62)	-	(62)
Interest paid	(6,902)	(8,482)	(6,902)	(8,482)
Dividends paid	(1,345)	-	(1,345)	-
Payment of lease liability	(928)	(918)	(928)	(918)
Net cash flow (used in)/ from financing activities (C)	(18,776)	(19,356)	(18,776)	(19,356)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	8,062	(9,260)	8,068	(9,262)
Opening balance of cash and cash equivalents	9,979	19,239	10,121	19,383
Closing balance of cash and cash equivalents	18,041	9,979	18,189	10,121

Note : Figures in brackets indicates cash outflow.



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**INDEPENDENT AUDITOR'S REPORT ON THE QUARTERLY AND YEAR TO DATE AUDITED
CONSOLIDATED FINANCIAL RESULTS OF SUNFLAG IRON AND STEEL COMPANY LIMITED PURSUANT
TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS)
REGULATIONS, 2015, AS AMENDED**

**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"), its subsidiaries (the Holding company and its subsidiaries together referred to as "the Group") and its joint ventures for the quarter ended 31st March, 2026 and year ended 31st March, 2026 ("the Statement"), attached herewith, being submitted by the Holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("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 audit reports of the other auditors on separate financial statements/ financial information of subsidiaries and joint ventures referred in Other Matters section below, the Statement:

(i) includes the results of the following entities:

Subsidiaries:

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

Joint Ventures:

1. Ramesh Sunwire Private Limited
2. Daido DMS India Private Limited
3. CT Mining Private Limited
4. ReNew Green (MPR Three) Private Limited
5. Madanpur (North) Coal Block Private Limited

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

(iii) gives a true and fair view, in conformity 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 ("the Act"), and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income/(loss)) and other financial information of the Group and its joint ventures for the quarter and year ended 31st March, 2026.



Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act, as amended. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Group and its joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial results 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 Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Results

These Statement, which includes the Consolidated Financial Results have been prepared on the basis of the consolidated annual financial statements for the year ended 31st March, 2026. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results for the quarter and year ended 31st March, 2026 that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company / Group including its joint ventures in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 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.

The respective Board of Directors of the companies included in the Group and of its joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statements that give a true and fair view and are 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 Directors of the Holding Company, as aforesaid.

In preparing the Statements, the respective Board of Directors of the companies included in the Group and of its joint ventures are responsible for assessing the ability of the Group and its joint ventures 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 respective entities in the Group and its joint ventures 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 of its joint ventures are also responsible for overseeing the financial reporting process of the Group and its joint ventures.



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 these 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 Statement, 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 control 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 through a separate report on the complete set of consolidated financial statements on whether the Group and its joint ventures incorporated in India (based on the auditors' report of respective companies) has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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 Group and its joint ventures 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 consolidated financial results 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 Group and its joint ventures 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.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its joint ventures to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the statement of which we are the independent auditors. For the other entities included in the Statement, which have been



audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (i) of the section titled "other matters" in this audit report.

We communicate with those charged with governance of the Holding Company 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 Master Circular issued by Securities Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

(i) We did not audit the financial statements of 2 subsidiaries included in the Consolidated Financial Results, whose financial statements reflects total assets of ₹ 2,663 lakhs as at 31st March, 2026 and total revenues of ₹ 3 lakh and ₹ 7 lakhs, total net profit after tax of ₹ 2 lakh and ₹ 6 lakhs, total comprehensive income (net) of ₹ 2 lakh and ₹ 6 lakhs for the quarter and year ended 31st March, 2026 respectively and net cash inflows of ₹ 6 lakhs for the year ended 31st March, 2026 as considered in the consolidated results. The Consolidated Financial Results also includes the Group's share of total net profit after tax of ₹ 10 lakhs and ₹ 53 lakhs, and total comprehensive income (net) of ₹ 10 lakhs and ₹ 53 lakhs for the quarter and year ended 31st March, 2026 respectively as considered in the consolidated financial results in respect of one joint venture. These financial statements have been audited by their respective auditors, whose report have been furnished to us by the Holding Company's Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture, is based solely on the reports of such auditors and the procedures performed by us as stated in the paragraph above.

Our opinion on the statement is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

(ii) The Statement also includes the Group's share of total net profit after tax of ₹ 21 lakhs and ₹ 112 lakhs, and total comprehensive income (net) of ₹ 21 lakhs and ₹ 112 lakhs for the quarter and year ended 31st March, 2026 respectively in respect of three joint ventures, whose financial results and other information has not been audited by their respective auditors and have been approved and furnished to us by the Holding Company's Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these joint ventures, is based solely on such unaudited financial results and other unaudited financial information. In our opinion and according to



the information and explanations given to us by the Management, these financial results are not material to the Group.

Our report on the statement is not modified in respect of the above matter with respect to our reliance on the financial results and other information certified by the management.

- (iii) The financial information of 1 joint venture namely Madanpur (North) Coal Block Private Limited was not available and therefore the same has not been consolidated in the Consolidated Financial Results. The investment made in above joint venture is fully impaired. In our opinion and according to the information and explanation given to us by the Board of Directors, these financial information is not material to the Group.

Our report on the statement is not modified in respect of the above matter.

- (iv) The Consolidated financial results for the quarter and year ended 31st March 2025, included as comparative financial information in the accompanying Statement, were audited by the preceding statutory auditor, who had expressed an unmodified opinion vide their report dated 27th May 2025.

- (v) The statement includes the result for the quarter ended 31st March, 2026, being the balancing figure between the audited figures in respect of the full financial year ended 31st March, 2026, and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion on the same is not modified in respect of above matters.

For Lodha & Co LLP,
Chartered Accountants
Firm's Registration No. 301051E/E300284

(N.K. Lodha)

Partner

Membership No. 085155

UDIN: 26085155SAXBLF1295

Place: New Delhi

Date: 29th May, 2026





SUNFLAG IRON AND STEEL COMPANY LIMITED
 Regd. Office : 33/1, 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, 2026

₹ in lakhs (except otherwise stated)

Sr. No.	PARTICULARS	Quarter ended			Year ended	
		March 31, 2026	December 31, 2025	March 31, 2025	March 31, 2026	March 31, 2025
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
1.	Income					
	a) Revenue from operations	1,00,069	94,247	88,311	3,93,938	3,53,559
	b) Other income	299	214	267	1,644	1,652
	Total income	1,00,368	94,461	88,578	3,95,582	3,55,211
2.	Expenses					
	a) Cost of materials consumed	59,923	57,558	61,908	2,35,181	2,22,897
	b) Changes in inventories of finished goods and work-in-process	189	868	(6,417)	12,911	(2,145)
	c) Employees benefits expense	3,803	3,705	3,274	15,105	13,732
	d) Finance costs	1,766	1,721	2,187	7,222	8,990
	e) Depreciation and amortisation expense	2,837	3,080	2,640	11,317	10,445
	f) Other expenses	23,747	18,917	19,503	83,059	80,144
	Total expenses	92,265	85,849	83,095	3,64,795	3,34,063
3.	Profit/(Loss) before share of profits/(loss) of joint ventures, exceptional items and tax	8,103	8,612	5,483	30,787	21,148
4.	Share of profit/(loss) of joint ventures	31	83	46	165	28
5.	Exceptional Items Gain/ (Loss) (Refer note 5 below)	-	(870)	-	(870)	-
6.	Profit / (Loss) before tax	8,134	7,825	5,529	30,082	21,176
7.	Tax expense					
	a) Current tax	(2,335)	(1,664)	(1,444)	(8,161)	(6,225)
	b) Current tax pertaining to earlier years	159	-	-	159	-
	c) Deferred tax	(20)	(167)	240	667	1,257
	d) Deferred tax pertaining to earlier years	(2,510)	-	-	(2,510)	-
8.	Net profit/(loss) after tax	3,428	5,994	4,325	20,237	16,208
9.	Net profit/(loss) after tax attributable to					
	a) Owners equity	3,427	5,994	4,324	20,235	16,206
	b) Non-controlling interest	1	-	1	2	2
10.	Other comprehensive Income (OCI)					
	Items that will not be reclassified to profit or loss	(28,563)	57,640	32,956	(8,307)	4,10,787
	Income tax relating to items that will not be reclassified to profit or loss	4,032	(8,378)	(4,760)	1,092	(66,731)
	Total other comprehensive income/(loss)	(24,531)	49,262	28,196	(7,215)	3,44,056
11.	Total comprehensive Income/(loss)	(21,103)	55,256	32,521	13,022	3,60,264
12.	Total comprehensive income attributable to					
	a) Owners equity	(21,104)	55,256	32,520	13,020	3,60,262
	b) Non-controlling interest	1	-	1	2	2
13.	Paid-up equity share capital (face value of ₹ 10/-each)	18,022	18,022	18,022	18,022	18,022
14.	Other equity excluding revaluation reserve				8,36,335	8,24,776
15.	Earnings per share (EPS) (₹) (face value of ₹ 10/-each)					
	Basic and diluted EPS	1.90	3.33	2.40	11.23	8.99

Notes :

- The above audited consolidated financial results for the quarter and year ended March 31, 2026 have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors (Board) of Sunflag Iron and Steel Company Limited ("the Company" or "Holding Company") at their respective meetings held on May 29, 2026.
- These results have been prepared in accordance with the recognition and measurement principles of the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013, other accounting principles generally accepted in India and are in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- The management of the Holding Company has identified that, the Group 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 Board of Directors have recommended a dividend of ₹1/- per fully paid up equity share of ₹10 each for the year ended March 31, 2026, subject to approval by the shareholders.
- Other Comprehensive income for the quarter and year ended March 31, 2026 consists of:
 - The Holding Company values its Property, Plant and Equipment as per Replacement cost method of the cost approach method and in view thereof, the Holding Company has revalued certain classes of its Property, Plant and Equipment based on the report by an independent registered valuer as on March 31, 2026. Accordingly, the net carrying values of Buildings and Plant & Machinery as on March 31, 2026 have been increased by ₹ 581 lakhs and ₹ 496 lakhs respectively with corresponding effect in Other Comprehensive Income of ₹ 806 lakhs (net of tax impact of ₹ 271 lakhs).
 - MTM (loss) of (₹ 29,760 lakhs) & (₹ 9,330 lakhs) for the quarter and year ended March 31, 2026 respectively, on equity shares held by the Holding Company in Lloyds Metal & Energy Limited (LMEEL), recognised at its fair value as at March 31, 2026.
- Government of India notified the four Labour Codes on November 21, 2025 consolidating 29 existing labours laws. The Ministry of Labour and Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulation. The Holding Company has assessed its implication through actuarial valuation, which has resulted in increase in gratuity and leave liability by ₹ 870 Lakhs. Considering the impact arising out of an enactment of the new legislation, the Holding Company have recognised the same under "Exceptional Items" for the quarter ended December 31, 2025.
- The figures of previous periods have been re-grouped/re-classified wherever necessary to make them comparable.
- The figures for the quarter ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial years.

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

Pranav Bhardwaj
 PRANAV BHARDWAJ
 MANAGING DIRECTOR
 DIN 00054805

PLACE : New Delhi
 DATE : May 29, 2026

