

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED ON 30TH SEPTEMBER, 2016

(Rs. In Crores except as stated)

S.NO.	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED	
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015
		(UNAUDITED)				
1	INCOME FROM OPERATIONS					
	Domestic Sales	2666.44	2775.54	3053.37	5291.98	5911.12
	Export Sales	383.84	469.48	339.21	873.32	644.53
(a)	Gross Sales	2850.28	3265.02	3392.58	6165.30	6555.65
	Other operating income Domestic	113.56	97.32	129.97	210.88	265.18
	Other operating income Export	4.88	2.61	5.15	7.46	15.01
(b)	Total other operating income	118.41	99.93	135.12	218.34	280.19
	Total income from Operations	3068.69	3364.95	3527.70	6373.64	6835.84
2	Expenses					
	a) Cost of Materials Consumed	1398.72	1658.99	1612.41	3057.71	3338.24
	b) Purchase of Stock in Trade	-	-	2.59	-	2.59
	c) Change in Inventories of Finished Goods, Work in Progress and stock in trade (Increase)/ Decrease	7.83	(330.31)	184.01	(322.78)	87.27
	d) Employee Benefits Expense	123.22	111.29	112.93	234.51	213.77
	e) Depreciation and Amortisation Expense	288.04	296.05	273.61	584.09	533.03
	f) Power and Fuel	280.07	319.17	299.21	599.24	634.08
	g) Excise Duty Expenses	291.11	310.07	353.88	601.18	679.41
	h) Other Expenses	421.23	487.39	406.25	908.62	783.07
	Total Expenses	2869.92	2852.65	3244.89	5662.57	6271.46
3	Profit / (Loss) from operations before other income, finance costs & exceptional items	198.77	512.30	282.81	711.07	564.38
4	Other Income	17.10	23.96	15.82	41.06	35.61
5	Profit / (Loss) from ordinary activities before finance costs & exceptional items	215.87	536.26	298.63	752.13	599.99
6	Finance Costs	1328.35	1295.55	1132.74	2623.90	2163.67
7	Profit / (Loss) from ordinary activities after Finance costs but before Exceptional items	(1112.48)	(759.29)	(834.11)	(1871.77)	(1563.68)
8	Exceptional items	-	-	-	-	-
9	Profit / (Loss) from ordinary activities before Tax	(1112.48)	(759.29)	(834.11)	(1871.77)	(1563.68)
10	Tax Expense	(132.26)	(103.08)	(111.18)	(235.34)	(112.57)
11	Net Profit / (Loss) from ordinary activities after Tax	(980.22)	(862.37)	(945.29)	(2107.11)	(1676.25)
12	Extraordinary items (net of tax)	-	-	-	-	-
13	Net Profit / (Loss) for the Period	(980.22)	(862.37)	(945.29)	(2107.11)	(1676.25)
14	Other Comprehensive Income/(Loss)	(1.14)	(1.69)	0.09	(2.83)	0.29
15	Total Comprehensive Income/(Loss)	(981.36)	(864.06)	(945.20)	(2110.94)	(1675.96)
16	Paid-up Equity Share Capital (Face Value of Rs.2/- each)	45.30	45.30	45.30	45.30	45.30
17	Reserves Excluding Revaluation Reserves					
18	EPS (Not Annualised)					
	i) Basic (Rs.)	(43.69)	(28.97)	(32.25)	(72.66)	(64.40)
	ii) Diluted (Rs.)	(43.69)	(28.97)	(32.25)	(72.66)	(64.40)

NOTES:

- The above results and statement of Assets and Liabilities have been reviewed by Audit committee and approved by the Board of Directors at New Delhi in their respective meetings on 12th December, 2016.
- The limited review for the quarter and half year ended on 30th September, 2016, as required under Regulation 33 of SEBI (Listing obligation & disclosure requirements) Regulation, 2015 has been carried out by the Statutory Auditors. The financial results relating to quarter and half year ended 30th September, 2015 under Ind AS have not been subjected to limited review by the statutory auditors of the Company. However, the management has exercised due diligence to ensure that the financial results provide true and fair view of the Company's affairs.
- The Company adopted Indian Accounting Standard (Ind AS) from April 1st, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under except non reclassification of preference shares along with premium thereon as borrowings and consequential effect thereof which is under evaluation and will be done alongwith audited accounts for the year ended 31st March 2017. The date of transition to Ind AS is April 1st, 2015. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly. The opening balance sheet as at April 1st, 2015 and the results for the subsequent periods would get finalised along with the annual financial statements for the year ended March 31st, 2017.
Due to certain tax clarifications related to Ind AS, which are yet to be finalised by the Government, there is a possibility that these quarter / half year financial results along with the unaudited financial statements as of and for the period ended September 30, 2015 and 2016, may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017. The changes could be in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or valuation and classification changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
- As per the exemption given in para 2.6.1 (ii) of the SEBI circular no. CIR/CFD/FAC/62/2016 dated 05.07.2016, the Ind AS compliant financial results and statement of assets and liabilities for the and previous year ended 31st March, 2016 have not been provided.
- The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108 'Operating Segment'.
- The Supreme Court of India, vide its order dated 24/09/2014, cancelled number of coal blocks allocated to various entities which includes one coal block allocated to the company and one of its associated company which were under development. Subsequently, the Government of India has issued the Coal Mines (Special Provision) Act 2015, which inter-alia deal with the payment of compensation to the effected parties in regard to investment in coal blocks.
No effect has been taken on the value of investment made by the company in the de-allocated coal blocks amounting to Rs. 562.90 crores (including Expenditure incurred of Rs. 135.46 crores and Advances given Rs. 427.44 crores) and Rs. 6.69 crores in Equity Shares/ advance for share capital in the associated company whose coal blocks have been de-allocated. In the opinion of the management, the Company/ associated company will receive back the payments/ expenditure paid/ made, including borrowing cost and other incidental expenditure, relating to de-allocated coal blocks. The Company has filed its claim for compensation with Govt. of India, Ministry of Coal. Subsequently, the Company has filed a petition for recovery of the amount before the Hon'ble Delhi High Court in which notice has been issued to Union of India and others.
- The Nine Judges Bench of Hon'ble Supreme Court, vide its judgment dated 11.11.2016, has upheld the constitutional validity of levy of Entry Tax by the States and has laid down principles/tests on levy of Entry Tax in various States. The respective regular benches of the Court would hear the matters as per laid down principles. Pending decision by the regular benches of the Court on levy of entry tax in the States, the disputed entry tax demand has been treated as contingent liabilities.
- Due to the loss incurred, the Company applied to the Central Government for the approval of managerial remuneration. The approval from Central Government has been received but clarification regarding Leave Encashment, PF and taxable Car perquisite has been sought by the Company. Hence, the payment of Leave Encashment, PF and taxable Car perquisite are subject to approval of Central Government.
- Some Parties accounts including banks / financial institutions are subject to confirmation / reconciliation.
- Previous period figures have been regrouped / rearranged wherever considered necessary to make them comparable with current period.
- Reconciliation of Net Profit/(Loss) as previously reported on account of transition from Indian GAAP to Ind AS for the quarter and half year ended 30th September, 2016.

S. No.	Nature of Adjustments	Quarter ended	Half Year ended
		30.09.2016	30.09.2016
		Unaudited	Unaudited
	Net Profit/(Loss) as per Previous Indian GAAP	(732.79)	(1471.75)
1	Financial Liabilities at Amortised cost using Effective Interest Method	13.34	22.05
2	Financial assets at Amortised cost using Effective Interest Method	(0.58)	(1.19)
3	Accrual of Benefits under Package Scheme of Incentive-2007 (Maharashtra)	-	5.38
4	Actuarial gains and losses	(0.33)	(0.86)
5	Effect of Amortisation of lease hold land	0.03	0.07
6	Others	(4.10)	(7.91)
7	Tax effect	1.48	2.89
	Net Profit/(Loss) for the Period (A)	(722.86)	(1451.11)
8	Actuarial gains and losses	0.33	0.66
9	On account of Measuring Investments at Fair Value	(0.12)	(0.14)
10	Tax effect	(0.12)	(0.23)
	Other Comprehensive Income/(Loss) (B)	9.09	9.29
	Total Comprehensive Income/(Loss) (A+B)	(722.88)	(1450.82)

For and on behalf of the Board

Place: New Delhi
Dated: 12th December, 2016NEERAJ SINGAL
Vice Chairman & Managing Director

STATEMENT OF STANDALONE UNAUDITED ASSETS AND LIABILITIES

(Rs. in Crores)

SL. No.	Particulars	As at 30.09.2016
A	ASSETS	
	1 Non-Current Assets	
	(a) Plant, Property and Equipment	35941.72
	(b) Capital work-in-progress	3187.29
	(c) Other intangible assets	0.09
	(d) Financial assets	
	(i) Investments	615.64
	(ii) Others	655.93
	(e) Other Non-Current Assets	246.78
	(f) Non - Current Tax Assets	806.05
	Sub-total - Non-Current Assets	41453.50
	2 Current Assets	
	(a) Inventories	9317.21
	(b) Financial assets	
	(i) Trade Receivables	2338.87
	(ii) Cash and Cash Equivalents	63.60
	(iii) Other Bank Balances	37.64
	(iv) Loans	17.27
	(v) Others	107.99
	(c) Current Tax Assets	23.78
	(d) Other Current Assets	1160.97
	Sub-total - Current Assets	13067.33
	TOTAL- ASSETS	54520.83
B	EQUITY AND LIABILITIES	
	1 Equity	
	(a) Share Capital	226.80
	(b) Other Equity	2878.15
	Sub-Total -Total Equity	3104.95
	2 Non-Current Liabilities	
	(a) Financial Liabilities	
	(i) Borrowings	32170.87
	(ii) Other financial liabilities	26.16
	(b) Deferred tax liabilities (Net)	364.82
	Sub-total - Non-Current Liabilities	32561.85
	3 Current Liabilities	
	(a) Financial Liabilities	
	(i) Borrowings	9964.62
	(ii) Trade payable	1386.13
	(iii) Other financial liabilities	7111.83
	(b) Other current liabilities	345.09
	(c) Provisions	46.36
	Sub-total - Current Liabilities	18854.03
	TOTAL- EQUITY AND LIABILITIES	54520.83

For and on behalf of the Board

Place: New Delhi
Dated : 12th December, 2016

Sd/-
NEERAJ SINGAL
Vice Chairman & Managing Director