

Through E-mail / Online Filling

SECY / 2016 / 750

Monday, December 12 2016

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



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: L27100MH19B4PLC034003

Sub : Outcome of the 159th Board Meeting – Monday, the 12th December 2016 at New Delhi

Ref : BSE Script Code : 500404

Dear Sir / Madam,

Further to our Letter Ref. No. SECY/2016/729 dated 2nd December 2016 and with reference to the captioned subject, we wish to inform you that :-

1. The 159th Meeting of the Board of Directors of the Company was held on Monday, the 12th December 2016 at New Delhi.
2. The Board of Directors of the Company has noted and/or approved the followings, viz.,
 - a. Cessation of Mr. P. B. Bhardwaj (DIN – 00136076), Non-executive Chairman (Category – Promoter) of the Company due to death on 6th November 2016 at London and consequently, cessation of Mr. V K Kapur (DIN - 05256912) as an Alternate Director to Mr. P. B. Bhardwaj (DIN - 00136076), Non-executive Chairman of the Company, on the Board of the Company effective 6th November 2016;
 - b. Appointment of Mr. Ravi Bhushan Bhardwaj (DIN - 00054700), the Non-executive Vice Chairman as the Non-executive Chairman (Category – Promoter) of Board and the Company;
 - c. The Statement of Un-audited Financial Results and Statement of Assets and Liabilities of the Company (Standalone) for the Second Quarter (Q-2) and Half Year (H-1) ended 30th September 2016, duly reviewed by the Audit Committee;



Visit us at www.sunflagsteel.com

P. Jayaraj

BHANDARA OFFICE :
BHANDARA ROAD,
WARTH - 441 905
TEL.: 285551 TO 285555
FAX : 07184 - 285570
GRAM : FLAGDYER
E-mail : admin@sunflagsteel.com

DELHI OFFICE :
11th FLOOR, 1116A-1119B,
E BLOCK, INTERNATIONAL
TRADE TOWER, NEHRU PLACE
NEW DELHI - 110 019
TEL.: 011-26465122/5487
FAX : 011-26280074

MUMBAI OFFICE :
307, HAMILTON - B
HIRANANDANI BUSINESS PARK
GHODBUNDER ROAD,
THANE - 400 607
TEL. : 022-25862294/5/6
FAX : 022-25861931
E-mail : sunbom@sunflagsteel.com

KOLKATA OFFICE :
8, B.T. ROAD,
BELGHORIA,
KOLKATA - 700 056
TEL.: 033 - 25442429, 25442430
FAX : 033 - 25442431
E-mail : cal@sunflagsteel.com

CHENNAI OFFICE :
No. 705, 7th FLOOR,
'CHELLAMALL' 11/11-A,
SIR THIAGARAYA ROAD, T. NAGAR,
CHENNAI - 600 017
TEL.: 044 - 24342262, 24342263
FAX : 044 - 24347649
E-mail : sunchn@sunflagsteel.com

FARIDABAD OFFICE :
PLOT No. 12, SCTOR-B
MATHURA ROAD,
FARIDABAD,
TEL.: 0129 - 4290800/12
FAX : 0129 - 4290820
E-mail : fbd@sunflagsteel.com

PUNE OFFICE :
OFF. No. 65-69, FIFTH FLOOR,
'SAI KRIPA BHAVAN',
PUNE MUMBAI HIGHWAY,
OPP. KSB PUMPS, S. No. 5743,
KHARALWADI, PIMPRI,
PUNE - 411 018
TEL.: 020 - 27424685, 27425607
FAX : 020 - 27423013
E-mail : sunpun@sunflagsteel.com



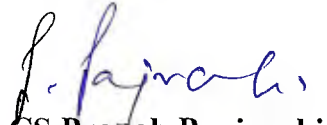
In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statement of Un-audited Financial Results and Statement of Assets and Liabilities of the Company (Standalone) for the Second Quarter (Q-2) and Half Year (H-1) ended 30th September 2016 together with Limited Review Certificate of the Statutory Auditors are enclosed herewith;

- d. Formation of a Section 8 Company (Company not for Profits) as an implementing agency for the CSR activities of the Company;
- e. Subject to requisite consent and/or approvals, Striking-off the Name / Closure of the Wholly Owned Subsidiary Company namely Sunflag Special Steels Limited (CIN – U 27102 OR 2003 PLC 007099) under the applicable provisions of the Companies Act, 1956 and/or 2013 (to the extent applicable) read with the rules made there under from the Register of Companies maintained by the Ministry of Corporate Affairs (Powers delegated to the Office of the Registrar of Companies, Odisha at Cuttack).

You are therefore, kindly requested to place the aforesaid information on records and do the needful. Meantime, kindly acknowledge the receipt.

Sincerely,

For Sunflag Iron and Steel Company Limited



CS Pranab Panigrahi
Company Secretary
ACS – 16186



Encl : As Above

E Mail : Pranab_panigrahi@sunflagsteel.com

Phone No. : 0712 - 2524661

Mobile No.: +91 96739 44717



SUNFLAG IRON AND STEEL COMPANY LIMITED

Regd. Office : 33, Mount Road, Sadar, Nagpur - 440001, MAHARASHTRA

CIN : L27100MH1984PLC034003

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

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30th SEPTEMBER, 2016

Amount Rs. In Lacs, except as otherwise stated

Sr. No.	PARTICULARS	STANDALONE				
		3 Months ended			Half year ended	
		September, 30	June, 30	September, 30	September, 30	September, 30
		2016	2016	2015	2016	2015
Result Type ->	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
1.	Income from operations					
	a) Sales/ Income from Operations	44,535	42,188	51,196	86,723	99,594
	b) Other Operating Income	-	-	-	-	-
	Total income from operations (net)	44,535	42,188	51,196	86,723	99,594
2.	Expenses					
	a) Cost of materials consumed	21,821	20,048	25,473	41,869	49,776
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) Excise duty	5,088	4,749	5,481	9,837	10,873
	d) Changes in Inventories of Finished Goods, Work-in-process and stock in trade.	605	(54)	(379)	551	(566)
	e) Employees benefits expense	2,174	2,436	2,283	4,610	4,958
	f) Depreciation and amortisation expense	917	927	814	1,844	1,629
	g) Other expenditure	10,659	11,004	13,333	21,663	24,551
	h) Total expenses	41,264	39,110	47,005	80,374	91,221
3.	Profit/(Loss) from Operations before Other income, Finance Cost and Exceptional items (1-2)	3,271	3,078	4,191	6,349	8,373
4.	Other Income	232	169	263	401	440
5.	Profit/(Loss) from ordinary activities before finance cost and exceptional items (3+4)	3,503	3,247	4,454	6,750	8,813
6.	Finance costs	797	849	1,616	1,646	3,706
7.	Profit/(Loss) from ordinary activities after finance costs but before exceptional items	2,706	2,398	2,838	5,104	5,107
8.	Exceptional items	-	-	-	-	-
9.	Profit / (Loss) from Ordinary activities before tax (7-8)	2,706	2,398	2,838	5,104	5,107
10.	Tax Expense	(595)	(550)	(994)	(1,145)	(1,720)
11.	Net Profit/(Loss) from Ordinary activities after tax (9-10)	2,111	1,848	1,844	3,959	3,387
12.	Other comprehensive income (net of tax)	-	-	-	-	-
13.	Total comprehensive income (after tax) (11+12)	2,111	1,848	1,844	3,959	3,387
14.	Paid-up equity share capital (Face value of Rs.10/- each)	18,022	18,022	18,022	18,022	18,022
15.	Reserves excluding Revaluation reserves as per Balance sheet of previous accounting year					
16.	Earnings per Share(EPS)(Rs)(Face value of Rs.10/-each)					
	a) Basic and diluted EPS before extra ordinary items	1.17	1.03	1.02	2.20	1.88
	b) Basic and diluted EPS after extra ordinary items	1.17	1.03	1.02	2.20	1.88

P. S. Shinde



NOTES :

1. After review by the Audit Committee, the above financial results were approved by the Board of Directors of the Company at their meeting held on 12th Dec, 2016. The Statutory Auditors of the Company have carried out a Limited Review of the Results for the current quarter ended 30th Sep-2016.
2. The above financials have been prepared in accordance with Ind-AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013, read with the Companies (Indian Accounting Standard) Rules, 2015 (Ind-AS) and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016, the Company has for the first time adopted Ind-AS with a transition date of April 1, 2015.
3. The company is primarily engaged in the business of manufacturing of steel rolled products and hence grouped as single segment as per Ind-AS 108 - Operating Segments.
4. Belgaon underground coal mine was not in operation during the period 19th Aug-16 to 2nd Nov-2016 due to strike of contract labour. Accordingly the company had purchased coal from outside agencies. Total loss on account of stoppage of production due to strike pertaining to quarter ended 30-Sep-16 was Rs.105 Lacs.
5. The Company has opted for standalone financial results for the quarter ended 30th Sep 2016, in view of exemption vide SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016.
6. The above financial results pertaining to previous quarters/ year ended are restated/ recast to be Ind-AS compliant. Accordingly, the reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

		Amount Rs. In Lacs	
	Particulars	Quarter Ended	Half year Ended
		9/30/2015	9/30/2015
a.	Profit after tax as per Previous IGAAP	1,572	2,844
	Add: Remeasurement Income		
	Sales Tax Grant Amortisation	62	123
	Interest on Security Deposit	2	4
	Reversal of Depreciation due to change in useful life of PPE	452	903
	Less: Remeasurement of Expenses		
	Interest on sales tax loan	(85)	(171)
	Advance rent expensed	(3)	(4)
	Impairment loss	0	0
	Deferred Tax Adjustments	(156)	(312)
b.	Profit for the quarter/ year ended as per Ind AS	1,844	3,387
c.	Other Comprehensive income (net of Tax)	0	0
d.	Total Comprehensive income (After tax) as per Ind AS (b + c)	1,844	3,387

PLACE : New Delhi
DATE : 12th December, 2016



For and on behalf of the Board of Directors

Pranav Bhardwaj
PRANAV BHARDWAJ
Managing Director (DIN : 00054805)

STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2016

Sr. No.	Particulars	Half year ended Sep 30, 2016 UNAUDITED
I	ASSETS	
1	Non-current Assets	
	(a) Property, plant and equipment	52,218
	(b) Capital work - in - progress	996
	(c) Financial assets	
	(i) Non-current investments	983
	(ii) Bank Balances	41
	(iii) Loans	3,425
	(d) Deferred tax assets (net)	-
2	Current Assets	
	(a) Inventories	34,761
	(b) Financial assets	
	(i) Trade receivables	21,241
	(ii) Cash and cash equivalents	624
	(iii) Bank Balances	6,020
	(c) Short-term loans and advances	4,340
	(d) Other current assets	-
	TOTAL ASSETS	124,649
II.	EQUITY AND LIABILITIES	
1	Shareholders' funds	
	(a) Share capital	18,022
	(b) Reserves and surplus	50,254
	(c) Money received against share warrants	-
2	Non-current Liabilities	
	(a) Financial liabilities	
	(i) Long-term borrowings	4,355
	(ii) Trade payables	-
	(iii) Other financial liabilities	356
	(b) Deferred tax liabilities (Net)	7,660
	(c) Provisions	1,470
	(d) Other non-current liabilities	1,101
3	Current Liabilities	
	(a) Financial liabilities	
	(i) Short-term borrowings	9,864
	(ii) Trade payables	17,338
	(iii) Other financial liabilities	4,740
	(b) Other current liabilities	9,489
	(c) Short-term provisions	-
	TOTAL EQUITY AND LIABILITIES	124,649

Ramesh Shetty



S. S. Kothari Mehta & Co.
Chartered Accountants
146- 148, Tribhuvan Complex,
Ishwar Nagar,
New Delhi - 110065

Patel Shah & Joshi
Chartered Accountants
Sheel Chambers, 5th Floor,
Cawasji Patel Street, Fort
Mumbai - 400 001

LIMITED REVIEW REPORT

To
The Board of Directors
Sunflag Iron & Steel Co. Limited,
New Delhi

1. We have reviewed the accompanying statement of unaudited standalone financial results for the quarter and period ended on 30th September, 2016 ("the Statement") of Sunflag Iron & Steel Co. Limited ("the Company") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter and period ended 30th September 2015 including the reconciliation of net profit for the quarter under Ind AS of the corresponding quarter with net profit for the quarter reported under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors but have not been subjected to review.
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



4. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with its circular no. CIR/CFD/CMD/15/2015 dated November 30, 2015 and SEBI circular no. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The figures for the quarter ended 30 June 2016 was reviewed by Patel, Shah & Joshi, Chartered Accountants.

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



Sunil Wahal
Partner
M. No. 087294

Place : New Delhi
Date : December 12, 2016



For **Patel, Shah & Joshi**
Chartered Accountants
FRN-107768W



Jayant I. Mehta
Partner
M. No. 042630

Place : New Delhi
Date : December 12, 2016

