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SECY / 2017 / 056

Saturday, January 28 2017

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

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

**Sub : Outcome of the 160<sup>th</sup> Board Meeting – Saturday, the 28<sup>th</sup> January 2017  
at Nagpur**

**Ref : NSE Script Code : SUNFLAG**

Dear Sir / Madam,

Further to our Letter Ref. No. SECY/2017/046-047 dated 18<sup>th</sup> January 2017 and with reference to the captioned subject, we wish to inform you that :-

1. The 160<sup>th</sup> Meeting of the Board of Directors of the Company was held on Saturday, the 28<sup>th</sup> January 2017 at Nagpur.
2. The Board of Directors of the Company has noted and/or approved the followings, viz.,
  - a. The Statement of Un-audited Financial Results of the Company (Standalone) for the Third Quarter (Q-3) ended 31<sup>st</sup> December 2016, duly reviewed by the Audit Committee;

In accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Statement of Un-audited Financial Results of the Company (Standalone) for the Third Quarter (Q-3) ended 31<sup>st</sup> December 2016 together with Limited Review Certificate of the Statutory Auditors are enclosed herewith.

The formation / incorporation of 'Sunflag Foundation' (CIN - U74999MH2017NPL289961), a Section 8 Company, Not for Profits, having Share Capital of INR 1 Lakh, with an Object/s of Education, Skill

Visit us at [www.sunflagsteel.com](http://www.sunflagsteel.com)



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**PUNE OFFICE :**  
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KHARALWADI, PIMPRI,  
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TEL.: 020 - 27424685, 27425607  
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E-mail : sunpun@sunflagsteel.com

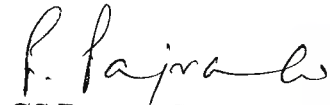


activities as permitted under the Companies Act, 2013 read with the CSR Rules, as a Wholly Owned Subsidiary Company of the Company and also, appointment of 'Sunflag Foundation' (CIN - U74999MH2017NPL289961), as an Implementing Agency to carry out Corporate Social Responsibility (CSR) Activities of the Company in accordance with the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 (as amended).

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](mailto:Pranab_panigrahi@sunflagsteel.com)**

**Phone No. : 0712 - 2524661**

**Mobile No.: +91 96739 44717**



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

CIN : L27100MH1984PLC034003

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

**UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND 9 MONTHS ENDED 31st DECEMBER, 2016**

Amount Rs. In Lakhs, except as otherwise stated

Sr. No.	PARTICULARS	STANDALONE				
		3 Months ended			9 Months ended	
		Dec, 31	Sep, 30	Dec, 31	Dec, 31	Dec, 31
		2016	2016	2015	2016	2015
Result Type ->	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	
<b>1. Income from operations</b>						
a) Sales/ Income from Operations	45,148	44,535	44,220	131,871	143,814	
b) Other Operating Income	-	-	-	-	-	
Total income from operations	45,148	44,535	44,220	131,871	143,814	
<b>2. Expenses</b>						
a) Cost of materials consumed	25,010	21,821	20,962	66,879	70,738	
b) Purchase of stock-in-trade	-	-	-	-	-	
c) Excise Duty	5,531	5,088	4,836	15,368	15,709	
d) Changes in Inventories of Finished Goods, Work-in-process and stock in trade.	(2,765)	605	(299)	(2,214)	(865)	
e) Employees benefits expense	2,058	2,174	2,251	6,668	7,209	
f) Depreciation and amortisation expense	713	917	815	2,557	2,444	
g) Other expenditure	12,030	10,659	11,977	33,693	36,528	
h) Total expenses	42,577	41,264	40,542	122,951	131,763	
<b>3. Profit/(Loss) from Operations before Other income, Finance cost and Exceptional items ( 1 - 2)</b>	<b>2,571</b>	<b>3,271</b>	<b>3,678</b>	<b>8,920</b>	<b>12,051</b>	
4. Other Income	209	232	171	610	611	
5. Profit/(Loss) from ordinary activities before finance cost and exceptional items (3 + 4)	2,780	3,503	3,849	9,530	12,662	
6. Finance costs	782	797	1,252	2,428	4,958	
7. Profit/(Loss) from ordinary activities after finance costs but before exceptional items	1,998	2,706	2,597	7,102	7,704	
8. Exceptional items	-	-	-	-	-	
<b>9. Profit/(Loss) from Ordinary activities before tax ( 7 - 8)</b>	<b>1,998</b>	<b>2,706</b>	<b>2,597</b>	<b>7,102</b>	<b>7,704</b>	
10. Tax Expense	(698)	(595)	(922)	(1,843)	(2,642)	
<b>11. Net Profit/(Loss) from Ordinary activities after tax (9 - 10)</b>	<b>1,300</b>	<b>2,111</b>	<b>1,675</b>	<b>5,259</b>	<b>5,062</b>	
12. Other Comprehensive Income (Net of Tax)	-	-	-	-	-	
<b>13. Total Comprehensive Income (After Tax) (11 + 12)</b>	<b>1,300</b>	<b>2,111</b>	<b>1,675</b>	<b>5,259</b>	<b>5,062</b>	
14. Paid-up equity share capital (Face value of ₹.10/- each)	18,022	18,022	18,022	18,022	18,022	
15. Earnings per Share in Rupees (₹.10/- each)						
a) Basic and diluted EPS before extra ordinary items	0.72	1.17	0.93	2.92	2.81	
b) Basic and diluted EPS after extra ordinary items	0.72	1.17	0.93	2.92	2.81	



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 28th January, 2017. The Statutory Auditors of the Company have carried out a Limited Review of the Results for the quarter and 9 months ended 31st Dec-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. The Company has opted for standalone financial results for the quarter ended 31st Dec, 2016, in view of exemption vide SEBI circular no. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016.
5. The above financial results pertaining to quarter/period ended 31/12/2015 are reinstated/ recasted 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;

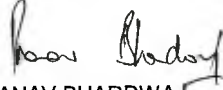
Amount Rs. In Lakhs

Sr. No.	Particulars	Quarter Ended	9 months ended
		12/31/2015	12/31/2015
a.	Profit after tax as per Previous IGAAP	1,404	4,248
	Add: Remeasurement Income		
	Sales Tax Grant Amortisation	61	184
	Interest on Security Deposit	1	5
	Reversal of Depreciation due to change in useful life of PPE	451	1,354
	Less : Remeasurement of Expenses		
	Interest on Sales Tax Loan	(86)	(257)
	Advance rent expensed	0	(4)
	Impairment loss	0	0
	Deferred Tax Adjustments	(156)	(468)
b.	Profit for the quarter/ year ended as per Ind AS	1,675	5,062
c.	Other Comprehensive income (net of Tax)	0	0
d.	Total Comprehensive income (After tax) as per Ind AS (b + c)	1,675	5,062

PLACE : NAGPUR  
DATE : 28th January, 2017



For and on behalf of the Board of Directors

  
 PRANAV BHARDWAJ  
 Managing Director (DIN : 00054805)

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

Patel Shah & Joshi  
Chartered Accountants  
Sheel Chambers, 5<sup>th</sup> Floor,  
Cawasji Patel Street, Fort  
Mumbai – 400 001

### **LIMITED REVIEW REPORT**

To  
**The Board of Directors**  
**Sunflag Iron & Steel Co. Limited,**  
**Nagpur**

1. We have reviewed the accompanying statement of unaudited standalone financial results for the quarter and period ended on 31<sup>st</sup> December, 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.
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.

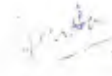
5. The unaudited financial results for the comparative periods ended 31<sup>st</sup> December 2015 included in the statement are based on published financial results for the said periods prepared in accordance with the then applicable Accounting Standards and other accounting principles generally accepted in India as reviewed by Patel, Shah & Joshi, Chartered Accountants, vide limited review report dated 8<sup>th</sup> February 2016, as adjusted for the differences in the accounting principles adopted by the Company on transition to Ind AS, which have been reviewed by Joint Auditors.
6. Financial result for 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

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



**Jayant I. Mehta**  
Partner  
M. No. 042630

Place : Nagpur  
Date : January 28, 2017

Place : Mumbai  
Date : January 28, 2017