

AUDITED STANDALONE / CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH, 2016

Amount ₹. In Lacs

PARTICULARS	STANDALONE						CONSOLIDATED	
	3 Months ended			Year Ended			Year Ended	
	March, 31	Dec, 31	March, 31	March, 31	March, 31	March, 31	March, 31	
	2016	2015	2015	2016	2015	2016	2015	
Result Type ->	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED		AUDITED		
1. Income from operations								
a) Net Sales/ Income from Operations (Net of excise duty)	38,023	39,384	40,093	166,128	175,659	166,143		
b) Other Operating Income	-	-	-	-	-	-		
Total income from operations (net)	38,023	39,384	40,093	166,128	175,659	166,143		
2. Expenses								
a) Cost of materials consumed	17,096	20,962	24,033	87,834	103,247	87,851		
b) Purchase of stock-in-trade	-	-	-	-	-	-		
c) Changes in Inventories of Finished Goods, Work-in-process and stock in trade.	1,983	(299)	(1,362)	1,118	(717)	1,118		
d) Employees benefits expense	2,617	2,251	2,193	9,826	8,206	9,884		
e) Depreciation and amortisation expense	1,378	1,266	1,161	5,176	5,113	5,179		
f) Other expenditure	11,661	11,977	11,122	48,185	47,995	48,326		
g) Total expenses	34,735	36,157	37,147	152,139	163,844	152,358		
3. Profit/(Loss) from Operations before Other income, finance costs and Exceptional items (1-2)	3,288	3,227	2,946	13,989	11,815	13,785		
4. Other Income	166	109	229	588	600	660		
5. Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	3,454	3,336	3,175	14,577	12,415	14,445		
6. Finance costs	1,354	1,166	1,534	6,055	7,144	6,114		
7. Profit/(Loss) from ordinary activities after finance costs but before Exceptional Items	2,100	2,170	1,641	8,522	5,271	8,331		
8. Exceptional items	(5)	-	2,457	(5)	(88)	(1)		
9. Profit/(Loss) from Ordinary activities before tax (7-8)	2,095	2,170	4,098	8,517	5,183	8,330		
10. Tax Expense								
- Current	(493)	(438)	(402)	(1,843)	(1,087)	(1,848)		
- Deferred	(116)	(328)	(1,921)	(940)	(1,655)	(924)		
- Prior period	-	-	-	-	-	-		
11. Net Profit/(Loss) from Ordinary activities after Tax (9-10)	1,486	1,404	1,775	5,734	2,441	5,558		
12. Extra-Ordinary Items (net of tax expense Rs-- lakhs)	-	-	-	-	-	-		
13. Net Profit/(Loss) for the period (11-12)	1,486	1,404	1,775	5,734	2,441	5,558		
14. Paid-up equity share capital (Face value of Rs.10/-each)	18,022	18,022	18,022	18,022	18,022	18,022		
15. Reserves excluding Revaluation reserves as per Balance sheet of previous accounting year				46,065	40,331	45,885		
16. Earnings per Share(EPS)								
a) Basic and diluted EPS before extra ordinary items	0.82	0.78	0.98	3.18	1.42	3.08		
b) Basic and diluted EPS after extra ordinary items	0.82	0.78	0.98	3.18	1.42	3.08		



Sunflag Iron & Steel Co. Ltd
Audited Standalone/ Consolidated Statement of Assets and Liabilities as at 31st March'2016
Amount ₹. In Lacs

Particulars	Standalone		Consolidated	
	Year ended		As at 31st March	
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
	Audited		Audited	
A EQUITY AND LIABILITIES				
1 Shareholders' funds				
a) Share capital	18,022	18,022	18,022	18,022
b) Reserves and surplus	46,065	40,331	45,885	40,327
2 Share application money pending allotment	0	0	0	5
3 Minority Interest	0	0	184	184
4 Non-current liabilities				
a) Long-term borrowings	6,956	13,826	7,384	14,254
b) Deferred tax liabilities (Net)	7,455	6,515	7,439	6,515
c) Other Long term liabilities	180	281	186	287
d) Long-term provisions	1,470	1,389	1,470	1,389
Sub-Total Non-Current Liabilities	16,061	22,011	16,479	22,445
5 Current liabilities				
a) Short-term borrowings	11,172	19,777	11,172	19,779
b) Trade payables	14,433	19,730	14,481	19,730
c) Other current liabilities	8,437	8,403	8,438	8,403
d) Short-term provisions	7,372	4,887	7,374	4,887
Sub-Total Current Liabilities	41,414	52,797	41,465	52,799
TOTAL EQUITY AND LIABILITIES	121,562	133,161	122,035	133,782
B ASSETS				
1 Non-current Assets				
a) Fixed Assets (including CWIP)	53,870	57,306	56,569	60,132
b) Non-current investments	1,125	767	-	-
c) Long-term loans and advances	2,974	3,592	1,301	1,923
d) Other non-current assets	0	0	0	0
Sub-Total Non-Current Assets	57,969	61,665	57,870	62,055
2 Current Assets				
a) Inventories	31,488	39,414	31,592	39,414
b) Trade receivables	21,037	18,850	21,043	18,850
c) Cash and Bank Balances	6,352	5,326	6,789	5,549
d) Short-term loans and advances	4,566	7,640	4,588	7,638
e) Other current assets	150	266	153	276
Sub-Total Current Assets	63,593	71,496	64,165	71,727
TOTAL ASSETS	121,562	133,161	122,035	133,782

Notes:

- 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 May, 2016
- The aforesaid statement of financial results are accompanied by Audit report with unmodified opinion(s).
- The Capital employed as on 31st March, 2016 is Rs.82215 Lacs
- The Company has invested an amount of Rs.755 Lacs in one of its subsidiary and two JV Companies for mining of coal. But pursuant to the Supreme Court Order dated 24/09/2014, all these coal blocks allocated now stands cancelled. Since the re-allocation of these coal blocks through auction process is pending the Company has not recognized any amount towards diminution in the value of investments made.
- Exceptional item shown under item 8 is pertaining to amount written off during the year, Rs 2.45 Lacs and Rs.2.46 Lacs against investment and advance paid respectively in Gujarat State Mining Resources Corporation Ltd pursuant to that company applied for striking off of its name from ROC, Gujarat. The Company has received a letter dated 03/05/2016 from RoC, Ahmedabad confirming receipt of application.
- The company is primarily engaged in the business of rolled products and grouped as single segment as per Accounting Standard (AS) 17 dealing with segment report issued by the ICAI.
- As none of the Subsidiaries and Joint Venture Companies had commenced their commercial operations during the year ended 31st March, 2015, no consolidated financial figures are applicable.
- The Figures of last Quarter 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 Current Financial year.
- The figures of previous periods have been re-grouped /re-arranged wherever necessary.

For and on behalf of the Board of Directors

PRANAV BHARDWAJ
Managing Director (DIN : 00054805)
PLACE : NAGPUR
DATE : 28th MAY 2016

PATEL, SHAH & JOSHI

Chartered Accountants

PARTNERS :

M. S. SHAH, B. A. (Econ.), FCA, A.T.I.I. (England)

J. I. MEHTA, B. Com., FCA.

CONSULTANT :

V. N. Shah M. A. (Cantab) ACA (England)

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INDEPENDENT AUDITORS REPORT

TO THE BOARD OF DIRECTORS

SUNFLAG IRON AND STEEL COMPANY LIMITED

1. We have audited the accompanying statements of Standalone Financial Results of **Sunflag Iron and Steel Company Limited** ("the Company") for the year ended 31st March 2016 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"). The Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

2. In our opinion and to the best of our information and according to the explanations given to us, the Statement :
 - i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended 31st March 2016



PATEL, SHAH & JOSHI
CHARTERED ACCOUNTANTS (REGD.)

3. The Statement includes the results for the quarter ended 31st March 2016 being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Patel, Shah & Joshi
Chartered Accountants
Firm Regn. No. 107768W

J. Mehta
CA Jayant I Mehta
Partner
Membership No. 42630
Dated: 28th May, 2016
Place: Nagpur



PATEL, SHAH & JOSHI

Chartered Accountants

PARTNERS :

M. S. SHAH, B. A. (Econ.), FCA, A.T.I.I. (England)
J. I. MEHTA, B. Com., FCA.

CONSULTANT :

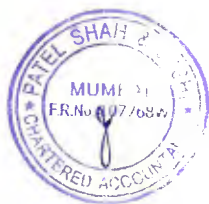
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INDEPENDENT AUDITORS REPORT

TO THE BOARD OF DIRECTORS
SUNFLAG IRON AND STEEL COMPANY LIMITED

1. We have audited the accompanying statements of Consolidated Financial Results of **Sunflag Iron and Steel Company Limited** ("the Holding Company") and its subsidiaries and joint venture companies (the Holding Company, its subsidiaries and jointly controlled entities together referred to as "**the Group**") for the year ended 31st March 2016 ("the Statement"), being submitted by the holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"). This Statement, which is the responsibility of the Holding Company's management and approved by the Board of Directors, has been prepared on the basis of the related consolidated financial statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement. An audit includes examining, on test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the significant accounting estimates made by the management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
 - i) Consolidated financial statements of subsidiary companies which reflect total assets of Rs. 2540 Lacs as of 31st March 2016, total revenues of Rs. (-) 105 Lacs and net cash flows amounting to Rs. 5 Lacs for the year ended on that have been audited by us.
 - ii) We did not audit the financial statements / financial information of two jointly controlled entities except Daido D.M.S. India Pvt. Ltd., whose financial statements / financial information reflect total assets of Rs 784 Lacs as at 31st March, 2016, total revenues Rs. (-) 71 Lacs and net cash flows amounting to Rs. 227 Lacs for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net loss of Rs.(-) 176 Lacs for the year ended 31st March 2016, as considered in the consolidated financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the



PATEL, SHAH & JOSHI
CHARTERED ACCOUNTANTS (REGD.)

consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entities, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiaries and jointly controlled entities, is based solely on the reports of the other auditors.

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

i) include the results of following entities :

Subsidiaries	Jointly controlled entities
Sunflag Power Limited	Madanpur (North) Coal Company Private Limited
Sunflag Special Steels Limited	C T Mining Private Limited
Khappa Coal Company Private Limited	Daido DMS India Private Limited

All the investments and loan pertaining to Gujarat State Mining & Resources Corporation Limited, a jointly controlled entity, has been written off and all the procedural formalities for striking-off the same from ROC has been completed. Final order is awaited.

ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and

iii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and other financial information of the Group for the year ended 31st March 2016

4. The Statement includes the results for the quarter ended 31st March 2016 being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Patel, Shah & Joshi
Chartered Accountants
Firm Regn. No. 107768W

CA Jayant I Mehta
Partner
Membership No. 42630
Dated: 28th May, 2016
Place: Nagpur

