
BIHAR SPONGE IRON LIMITED

REGISTERED OFFICE & PLANT : UMESH NAGAR, CHANDIL-832401, DISTT. SARAIKELA- KHARSAWAN, JHARKHAND
Ph. +91 995542302, E-mail: companysecretary@bsil.org.in / bsilchandil@gmail.com Website : www.bsil.org.in
CIN: L27106JH1982PLC001633

Dated: 27th May, 2024

To
The General Manager
Listing Centre
BSE Limited
P J Towers, Dalal Street,
MUMBAI- 400 001

Subject: Outcome of Board Meeting held on 27th May, 2024 & Audited Financial Results for the Quarter and Year ended 31st March, 2024.

Refer : Pursuant to Regulations 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Scrip Code : 500058

Dear Sir/Madam,

With reference to above cited subject, this is to inform you that the Board of Directors has inter-alia approved and taken on record the following at its meeting held today i.e., 27th May, 2024:

1. Audited Financial Results (Standalone) for the quarter and financial year ended 31st March, 2024 along with Auditors Report thereon with Statement on Impact of Audit Qualifications (for audit report with modified opinion) under Regulation 33(3)(d) of the Listing Regulations.
2. Revised the Corporate Social Responsibility (CSR) Policy of The Company.
3. Constituted the Internal Complaints Committee under Sexual Harassment of Women at Workplace Act, 2013.

The said Board Meeting commenced at 03:24 p.m. and concluded at 03:50 p.m.

The same will also be available on Company's website at www.bsil.org.in.

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The above is for your information and record.

Thanking you,

Yours faithfully,

For Bihar Sponge Iron Limited

VIMAL
PRASAD
GUPTA

Digitally signed by
VIMAL PRASAD
GUPTA
Date: 2024.05.27
16:17:04 +05'30'

Vimal Prasad Gupta
Company Secretary &
Compliance Officer
FCS 6380

Attached - As above

DOOGAR & ASSOCIATES

Chartered Accountants

Independent Auditor's Report On Quarterly And Year To Date Standalone Financial Results Of The Company Pursuant To The Regulation 33 Of The SEBI (Listing Obligations And Disclosure Requirements) Regulation 2015 (As Amended).

To
**The Board of Directors
Bihar Sponge Iron Limited**

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying Standalone Financial Results of Bihar Sponge Iron Limited ("the Company"), for the quarter and year ended 31st March, 2024 ('Statement), attached herewith, being submitted by the company pursuant to the requirements 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 financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and *except for the effect of the matter described in the Basis for Qualified Opinion section of our report*, para below,

These standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulation in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and comprehensive income and other financial information for the quarter and year ended March 31, 2024.

Basis of Qualified opinion

We draw attention to the Statement:-

- i) *Note No.2 regarding non recognition of liability on account of currency fluctuations on foreign currency loan and interest thereon (as required under Indian Accounting Standard- 21) amounting to Rs. 4352.70 lakhs on 31.03.2024 as provided in the BIFR Scheme dated 29.07.2004 and also confirmed by AAIFR and Single Bench of Jharkhand High Court, Ranchi. The company has filed Letters Patent Appellate Jurisdiction (LPA) before the Divisional Bench of High Court of Jharkhand, Ranchi against the order of Single Bench of High Court, Ranchi. It is pertinent to note that IFC (Washington) had filed application for withdrawal in C.A. No. 4075 of 2016 on 27.07.2018. In view of the same interest has not been provided in the books of accounts.*
- ii) *Note No.3: no provision has been made on penalty recovered by South East Coalfields Ltd. for Rs. 215.28 lakhs on account of short lifting of coal*



DOOGAR & ASSOCIATES

CHARTERED ACCOUNTANTS

quantity in term of FSA, since the matter is pending under writ petition filed by Company before the Hon'ble High Court of Chhattisgarh, Bilaspur the amount has been included in long terms loans and advances.

- iii) *Note No. 4: The Company has approached its promoters for one time settlement of their loans. The settlement will be subsequent to and on the line as per settlement arrived at with Government of Jharkhand for soft loans.*
- iv) *Note No.5: Interest on Soft Loan from Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme 2003 amounting to Rs. 7448.22 lakhs not been provided and is subject to representations for waiver. The Hon'ble High Court of Jharkhand, Ranchi vide its order dates 09.06.2022 has directed the Company to pay Rs.125 lakhs per month to be adjusted in the principal amount. The Company has started payment from July,2022.*

We conducted our audit in accordance with the Standard on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Statements

The statement has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management 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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements. 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 financial statements, 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 Companies Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's 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 statements 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 financial statements, including the disclosures, and whether the financial statements 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



DOOGAR & ASSOCIATES

CHARTERED ACCOUNTANTS

relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

i) The statement includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to date figures up to the third quarter of the current financial year which were subjected to limited review by us, as required under the Listing Regulations.

ii) The Statement includes the results for the corresponding preceding quarter ended 31st March 2023 and preceding financial year ended 31st March 2023 are based on the previously issued financial results/statements of the Company, prepared in accordance with the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder, which were reviewed/audited by predecessor auditor, whose report dated 26th May 2023 expressed a "Qualified opinion" on those audited financial results/statements.

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

For Doogar & Associates

Chartered Accountants

Firm Regn. No. 000561N


Mukesh Goyal

Partner

M. No. 081810

UDIN: 24081810BRFMPY4880



Place: New Delhi

Date: 27th May, 2024

BIHAR SPONGE IRON LIMITED, CHANDIL

Registered Office: Umash Nagar, Chandil District, Saraikela Khasawan, Jharkhand-831401

Email: Companysecretary@bsil.org.in / web: www.bsil.org.in CIN: L27106JH1982PLC001633

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED AS ON 31ST MARCH, 2024

Rs. Lakhs

S. No.	Particulars	QUARTER ENDED			YEAR ENDED	
		March 31, 2024	Dec 31, 2023	March 31, 2023	March 31, 2024	March 31, 2023
		Audited	Unaudited	Audited	Audited	Audited
	Sales	8,608.56	8,271.68	13,316.22	31,285.51	54,676.21
	Less: GST	1,194.14	1,228.85	2,031.29	4,620.41	8,340.74
I	Net Revenue from Operation	7,414.42	7,042.83	11,284.93	26,665.10	46,337.47
II	Other Income	646.95	636.84	158.93	2,551.57	224.94
III	Total Income (I + II)	8,061.37	7,679.67	11,443.86	29,216.67	46,562.41
IV	Expenses:					
a)	Cost of Materials Consumed	6,202.54	6,743.46	7,909.35	22,788.53	36,656.94
b)	Purchases	-	477.84	447.33	1,509.88	1,815.06
c)	Changes in inventories of Stock-in-Trade & WIP	155.21	(809.28)	1,526.66	(555.97)	1,881.73
d)	Employee benefits expense	71.35	58.56	72.87	224.23	220.40
e)	Finance costs	-	-	11.20	-	14.57
f)	Depreciation	104.72	106.16	106.19	423.20	424.63
g)	Power & Fuel	272.18	265.75	145.48	1,033.60	1,415.10
h)	Conversion Charges / Job Work Charges	262.31	259.08	400.22	1,074.75	1,463.21
i)	Other expenses	301.12	224.23	167.56	1,003.57	532.56
j)	Deferred Expenditure Written off	242.60	242.60	242.60	978.41	940.84
	Total Expenses (IV)	7,612.03	7,566.40	11,029.46	28,472.20	45,365.14
V	Profit / (Loss) before exceptional items and tax (III - IV)	449.35	113.27	414.40	744.48	1,197.27
VI	Exceptional Items -Expenses/(Income)net	-	-	(16.28)	-	(16.28)
VII	Profit / (Loss) before tax (V - VI)	449.35	113.27	430.68	744.48	1,213.55
VIII	Tax expense:					
	Current tax	-	-	-	-	-
	Deferred tax	-	-	-	-	-
	Total	-	-	-	-	-
IX	Profit/(Loss) for the period(VII-VIII)	449.35	113.27	430.68	744.48	1,213.55
X	Other Comprehensive Income	-	-	-	-	-
XI	Profit / (Loss) after Comprehensive Income for the period (IX-X)	449.35	113.27	430.68	744.48	1,213.55
XII	Paid up Equity Share Capital(Face value of Rs.10/each)	9,020.54	9,020.54	9,020.54	9,020.54	9,020.54
XIII	Other Equity excluding Revaluation Reserves as at March 31	-	-	-	(18,798.62)	(19,453.10)
XIV	Earning per equity share: (Not annualised)					
	(1) Basic (Rs.)	0.50	0.13	0.48	0.83	1.35
	(2) Diluted (Rs.)	0.50	0.13	0.48	0.83	1.35



BIHAR SPONGE IRON LIMITED, CHANDIL

Rs. Lakhs

Sr. No	Particulars	QUARTER ENDED			YEAR ENDED	YEAR ENDED
		March 31, 2024	Dec 31, 2023	March 31, 2023		
		Audited	Unaudited	Audited		
1	SEGMENT REVENUE					
A	Sponge Iron Sales					
	Sales	8,608.57	7,510.06	12,593.51	28,855.93	51,600.13
	Less: GST	1,194.14	1,112.68	1,921.04	4,249.80	7,871.20
	Net Sponge Iron Sale	7,414.43	6,397.38	10,672.47	24,606.13	43,728.93
B	Trading Sales					
	Sales	-	761.62	722.71	2,429.58	3,078.08
	Less: GST	-	116.17	110.25	370.61	469.54
	Net Trading Sale	-	645.45	612.46	2,058.97	2,608.54
	Total Net Sales	7,414.43	7,042.83	11,284.93	26,665.10	46,337.47
	Others	646.95	636.84	158.93	2,551.57	224.94
	Total	8,061.38	7,679.67	11,443.86	29,216.67	46,562.41
2	PROFIT/(LOSS) BEFORE TAX					
	Trading	-	148.99	165.13	489.95	793.48
	Sponge Iron	449.35	(35.72)	265.55	254.53	420.07
	Total	449.35	113.27	430.68	744.48	1,213.55
3	SEGMENT ASSETS					
	Trading		152.45	17.62	-	17.62
	Sponge Iron	18,208.92	17,095.01	16,410.21	18,208.92	16,410.21
	Total	18,208.92	17,247.46	16,427.83	18,208.92	16,427.83
4	SEGMENT LIABILITIES					
	Trading		-	-	-	-
	Sponge Iron	23,783.83	23,271.69	22,747.22	23,783.83	22,747.22
	Total	23,783.83	23,271.69	22,747.22	23,783.83	22,747.22

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BIHAR SPONGE IRON LIMITED, CHANDIL
Statement of Assets & Liabilities

Rs.in Lakhs

Particulars	As at 31st	As at 31st
	March'2024	March'2023
	Audited	Audited
II.ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	5,329.52	5,729.86
(b) Capital Work in Progress	311.04	161.04
(c) Other Intangible Assets	0.26	0.35
(d) Deferred Tax Assets	-	-
(e) Other non-current assets	582.73	545.70
Sub-total	6,223.55	6,436.95
(2) Current Assets		
(a) Inventories	8,802.05	6,416.43
(b) Financial Assets		
(i) Trade receivables	0.17	0.17
(ii) Cash and cash equivalents	137.43	74.32
(iii) Other Bank balances other than (ii) above	213.21	213.21
(iv) Others Financial Assets	33.56	23.90
(c) Other Current assets	982.85	476.33
Sub-total	10,169.28	7,204.36
(3) Miscellaneous Expenditure (To the Extent Not w/o)	1,816.10	2,786.52
Total Assets	18,208.92	16,427.83
I. EQUITY AND LIABILITIES		
(1) Shareholder's Funds		
(a) Share Capital	9,020.54	9,020.54
(b) Other Equity	(14,595.45)	(15,339.93)
Sub-total	(5,574.91)	(6,319.39)
(2) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	8,516.89	8,709.55
(b) Provisions	176.71	179.85
(b) Deferred Tax Liabilities	-	-
(d) Other non-current liabilities	843.35	843.35
Sub-total	9,536.95	9,732.75
(3) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	3,371.19	4,871.19
(ii) Trade payables	10,010.23	7,110.24
(iii) Other financial liabilities	50.19	52.93
(b) Other current liabilities	775.02	939.40
(c) Provisions	40.25	40.71
Sub-total	14,246.88	13,014.47
Total Equity & Liabilities	18,208.92	16,427.83



CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31.03.2024

Rs. in Lakhs

	AS AT MARCH 31,2024 Audited	AS AT MARCH 31,2023 Audited
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) before tax and extraordinary items	744.48	1,213.55
Adjustments for :		
Depreciation	423.20	424.63
Deferred Expenditure Written off	970.41	940.94
Interest Expense	-	14.57
Interest Income	(10.74)	(9.16)
Debit /Credit balances writtenoff	(0.09)	(2.16)
Remeasurements recognised in OCI/(Gain)Loss in Gratuity and Leave encashment	-	(16.28)
	1,382.78	1,352.54
Operating profit/(Loss) before working capital changes	2,127.27	2,566.09
Change in working Capital :		
(Increase) /Decrease in Trade Receivables /Long /Short Term Loans and Advances excluding TDS	(515.41)	(1,128.08)
(Increase)/Decrease in Inventories except Write Down in Value	(2,385.61)	(2,169.25)
Increase /(Decrease) in Trade Payable and Provisions	2,729.27	(769.24)
	(171.74)	(4,066.57)
Cash (used in) / Generated from operations	1,955.53	(1,500.48)
Income Tax/ TDS Paid/Refund	(37.73)	(53.35)
Net Cash (used) in / generation from operating activities	1,917.80	(1,553.83)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	10.74	1.02
Purchase of fixed assets (including CWIP)	(172.77)	(178.85)
Proceeds from Sales of fixed assets	-	-
Net Cash (used) inflow from investing activities	(162.03)	(177.83)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long/Short term borrowings	-	4,018.14
Interest paid	-	(308.09)
Repayment of long /Short term borrowings	(1,692.66)	(2,037.84)
NET CASH FLOWS FROM /USED) IN FINANCING ACTIVITIES	(1,692.66)	1,672.21
Net increase/(decrease) in Cash and Cash Equivalents (A+B+C)	63.11	(59.45)
Cash and Cash equivalents at beginning of period including Fixed Deposit	287.53	346.98
Cash and Cash equivalents at end of the period including Fixed Deposit	350.64	287.53

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Notes:

- 1 On conservative basis, the Deferred Tax Assets have not been recognised.
- 2 As on 31.03.2024 disputed liability amounting to Rs.4352.70 Lakhs on account of currency fluctuations on Foreign currency loans obtained by the company and interest thereon, as per BIFR scheme dated 29.07.2004 has not been provided in the books of account pending disposal of Letters Patent Appealant Jurisdiction (LPA) filed before the larger bench of Jharkhand High Court, Ranchi. It is pertinent to note that IFC (Washington) had filed C.A. No. 4075 of 2016 in the matter which has been withdrawn by them on 27.07.2018. In view of the same interest has not been provided in the books of accounts.
- 3 No provision has been made for penalty of Rs. 215.28 Lakhs recovered by South East Coalfields Ltd. on account of short lifting of coal in terms of FSA. The matter is pending under writ petition filed by Company before the Hon'ble High Court of Chattisgarh, Bilaspur and the amount has been included in long term loans and advances.
- 4 The Company has approached its promoters for one time settlement of interest their loans. The settlement will be subsequent to and on the line as per settlement arrived at with Government of Jharkhand for soft loan.
- 5 Interest on Soft Loan from Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme, 2003 amounting to Rs.7448.22 lakhs has not been provided and is subject to representations for waiver. The Hon'ble High Court of Jharkhand, Ranchi vide its order dated 09.06.2022 has directed the Company to pay Rs.125 Lakhs per month to be adjusted in the principal amount.
- 6 In term of consent to operate the Plant approved by Jharkand State Pollution Board, the Board of Directors has decided to install and maintain Waste Heat Recovery Plant.
- 7 The above audited financial results for the quarter and year ended 31st Mar, 2024 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the company at their respective meetings held on 27th May, 2024.
- 8 The quarterly results are the derived figures between the Audited figures in respect of the year ended March 31, 2024 and year -to -date figures up to December 31, 2023, being the date of the end of the third quarter of the financial year.
- 9 Previous period figures have been regrouped / recast / rearranged wherever necessary.

Place : London
Date : 27/05/2024


Umesh Kumar Modi
(Chairman & President)
DIN: 00002757



Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2024
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]**




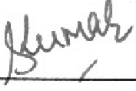
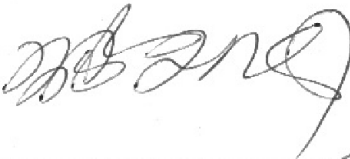
(Amount in Lakhs)

I.	SI No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjustment for Audit qualifications	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	29216.67	-	29216.67
	2.	Total Expenditure	28472.20	12016.20	40488.40
	3.	Net Profit/(Loss)	744.48	(12016.20)	(11271.72)
	4.	Earnings Per Share (in Rs.)	0.83	(13.33)	(12.50)
	5.	Total Assets	18208.92	(215.28)	17993.64
	6.	Total Liabilities	23783.83	11800.92	35584.75
	7.	Net Worth	(7391.01)	(12016.20)	(19407.21)
	8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil	Nil

II. Audit Qualification (each audit qualification separately):

- a. Details of Audit Qualification: As per Annexure 1**
- b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion**
- c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing.**
Note No. 2 is appearing since F.Y. 2011-12, but the figures of foreign currency loan and interest has changed every year due to currency fluctuation.
Note Nos. 3 and 5 are appearing since F.Y. 2013-14.
- d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: As per Annexure 1**
- e. For Audit Qualification(s) where the impact is not quantified by the auditor:**
- (i) Management's estimation on the impact of audit qualification: **As per Annexure 1**
- (ii) If management is unable to estimate the impact, reasons for the same: **As per Annexure 1**
- (iii) Auditors' Comments on (i) or (ii) above: **As per Annexure 1**

III. Signatories:

Vijay Kumar Modi (Audit Committee Chairman) (DIN: 00004606)		
Aditya Kumar Modi (Whole Time Director) (DIN 09303804)		
Sachin (Chief Financial Officer) M.N.504288		
Mukesh Goyal Partner M.No. 081810 For Doogar & Associates Chartered Accountants (FRN: 000561N)		

Place: New Delhi

Date: 27-05-2024

ANNEXURE-1

Impact is quantified by the auditor:

Note No.	Details of Audit Qualification	Management's View
2.	<p>Non recognition of liability on account of currency fluctuations on foreign currency loan and interest thereon (as required under Indian Accounting Standard-11, amounting to Rs. 4352.70 lakhs on 31.03.2024 as provided in the BIFR Scheme dt. 29.07.2004 and also confirmed by AAIFR and Single Bench of Jharkhand High Court, Ranchi. The Company has filed Letters Patent Appellate Jurisdiction (LPA) before the Divisional Bench of High Court of Jharkhand, Ranchi against the order of single Bench of High Court, Ranchi. It is pertinent to note that IFC (Washington) had filed application for withdrawal in C.A. No. 4075 of 2016 on 27.07.2018. In view of the same interest has not been provided in the books of accounts. (refer other note no. 2)</p>	<p>Since the matter is disputed and pending before the Divisional Bench of the Hon'able Jharkhand High Court, recognition of liability on account of currency fluctuations on foreign currency loan and interest thereon amounting to Rs. 4352.70 lakhs has not been recognized as expenses and liability as at 31-03-2024 and the same will be treated as per the decision of the said court.</p>
3.	<p>No provision has been made on penalty recovered by South Eastern Coal Fields Ltd. of Rs. 215.28 lakhs on account of short lifting of coal quantity in terms of FSA. Since the matter is pending under writ petition filed by the Company before the Hon'ble High Court of Chhattisgarh, Bilaspur the amount has been included in long term loans and advances. (refer note no 3)</p>	<p>No provision has been made for penalty recovered by South Eastern Coalfields Limited for Rs. 215.28 lakhs in the FY 2011-12 on account of short lifting of coal quantity in terms of Fuel Supply Agreement (FSA) since the matter is pending before Hon'ble High Court of Chattisgarh, Bilaspur and the same will be treated as per the decision of the said court.</p>
5.	<p>Interest on Soft Loan from Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme 2003 amounting to Rs. 7448.22 lakhs not been provided and is subject to representations for waiver (refer note no 5).</p>	<p>No provision has been made on Interest on Soft Loan taken from the Government of Jharkhand under the Industrial Rehabilitation Scheme 2003 which is subject to representation for waiver. The Hon'ble High Court of Jharkand, Ranchi vide its order dates 09.06.2022 has directed the Company to pay Rs.1.25 crores per month to be adjusted in the principal amount. The Company has started payment from July, 2022.</p>



Impact is not quantified by the auditor:

Details of Audit Qualification	Management's View	Auditor's Comment
4. The Company has approached its promoters for one time settlement of their loans. The settlement will be subsequent to and on the line as per settlement arrived at with Government of Jharkhand for soft loans. (refer note no 4).	Interest on unsecured loan from Promoters and other parties from 10.08.2013 to 31.03.2024 is subject to representation for waiver.	Since the matter is subject to representation for waiver before concerned parties the amount is not provided at this stage.



Sumas

