



स्टील अथॉरिटी ऑफ इण्डिया लिमिटेड
STEEL AUTHORITY OF INDIA LIMITED

FAX MESSAGE

No.CA-17(44)/2019

February 14, 2020

The General Manager (MO)
Bombay Stock Exchange
Corporate Relationship Department
1st Floor, New Trading Ring,
Rotunda Building, P.P. Tower,
Dalal Street, Fort,
Mumbai-400001
(Fax No.022-22723121/3719)

The Asstt. Vice President
National Stock Exchange of India Ltd.
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai-400 051.
(Fax No.022-26598237/38)

Sub: Unaudited Financial Results for the quarter/ nine months ended 31st December, 2019

**Ref: Regulation 33 of SEBI(Listing Obligations and Disclosure Requirements)
Regulations, 2015: (Security ID:SAIL).**

Dear Sir,

The Board of Directors at its meeting held today i.e. 14th February, 2020, inter-alia, considered and approved the Unaudited Standalone and Consolidated Financial Results for the quarter/ nine months ended 31st December, 2019.

A copy of the following is enclosed pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

- Unaudited Standalone and Consolidated Financial Results for the quarter ended 31st December, 2019 alongwith segment information.
- Limited Review Report on Standalone and Consolidated Quarterly Financial Results of Steel Authority of India Limited.
- Press Release.

The Board Meeting commenced at 1415 hours and concluded at 1925 hours.

The above are also being uploaded on the website of the Company at www.sail.co.in.

Thanking you,

Yours faithfully,
For Steel Authority of India Limited

(M B Balakrishnan)
Company Secretary

Encl. As above.

STEEL AUTHORITY OF INDIA LIMITED

CIN: L27109DL1973GO1006454

REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110 003

Tel: +91 11-24367481, Fax: +91- 11 24367015, E-mail: investor.relation@sail.com, Website: www.sail.co.in

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2019

₹ Crore unless stated otherwise

Sl. No	Particulars	STANDALONE					
		Quarter ended			Nine Months ended		Year ended
		31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Income						
	(a) Revenue from operations	16541.31	14127.44	15835.79	45488.76	48461.02	56967.31
	(b) Other income	186.63	158.74	74.66	528.21	286.75	532.82
	Total Income	16727.94	14286.18	15910.45	46016.97	48747.77	67500.13
2	Expenses						
	a) Cost of materials consumed	7037.24	7382.22	8380.99	22547.12	23584.95	32290.91
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1939.58	(1034.06)	(2127.28)	(473.10)	(3364.00)	(2716.62)
	c) Employee benefits expense	2024.36	1959.10	2139.70	6029.52	6522.80	8830.34
	d) Finance costs	849.38	940.35	825.08	2578.13	2351.53	3154.92
	e) Depreciation and amortisation expenses	926.25	901.14	854.71	2699.84	2494.46	3384.72
	f) Other expenses	4542.54	4660.46	4864.23	13645.97	14197.64	18828.57
	Total Expenses	17319.35	14809.21	14937.43	47027.48	45787.38	63772.84
3	Profit / (Loss) before Exceptional items and Tax	(591.41)	(523.03)	973.02	(1010.51)	2960.39	3727.29
	Add: Exceptional items			(23.28)		(334.84)	(389.40)
4	Profit / (Loss) before Tax	(591.41)	(523.03)	949.74	(1010.51)	2625.55	3337.89
	Less: Tax expense						
	Current tax	-	-	-	-	-	-
	Deferred tax	(201.25)	(180.19)	332.48	(346.35)	914.17	1,154.23
	Current tax (earlier years)	39.46	-	0.96	39.46	0.96	4.84
5	Net Profit / (Loss) for the period	(429.62)	(342.84)	616.30	(703.62)	1710.42	2178.82
	Other Comprehensive Income (OCI)						
A	(i) Items that will not be reclassified to profit or loss	10.77	5.51	(40.54)	17.34	16.04	387.87
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(2.22)	(1.28)	14.42	(3.75)	1.24	(128.79)
6	Total Comprehensive Income / (Loss) for the period	(421.07)	(338.61)	590.18	(690.03)	1727.70	2437.90
7	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
8	Other equity excluding Revaluation Reserve						34021.04
9	Earnings per equity share (of ₹10/- each) (not annualised)						
	1. Basic (₹)	(1.04)	(0.83)	1.49	(1.70)	4.14	5.27
	2. Diluted (₹)	(1.04)	(0.83)	1.49	(1.70)	4.14	5.27

Note: Refer accompanying notes to the financial results.



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CIN: L27109DL1973GO1006454

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STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

₹ Crore unless stated otherwise

Particulars	STANDALONE					
	Quarter ended			Nine Months ended		Year ended
	31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment revenue from operations						
- Bhilai Steel Plant	5316.65	4713.16	4140.98	14053.01	12162.03	17018.01
- Durgapur Steel Plant	2074.99	1703.41	2078.01	5668.82	6590.99	9099.37
- Rourkela Steel Plant	3179.12	2907.28	3777.19	9354.11	11450.61	15604.54
- Bokaro Steel Plant	3629.50	2822.33	3954.42	9988.90	12162.09	16455.96
- IISCO Steel Plant	2170.94	1771.39	1674.90	5755.50	5392.89	7947.93
- Alloy Steels Plant	168.22	210.91	222.91	576.94	616.97	820.73
- Salem Steel Plant	417.42	379.53	383.54	1240.84	1191.44	1700.71
- Visvesvaraya Iron & Steel Plant	34.15	22.49	44.90	76.54	155.79	179.81
- Others	1037.46	1156.88	1361.78	3486.63	3714.46	5071.99
Total segment revenue	18028.45	15687.38	17638.63	50201.29	53437.27	73899.05
Less: Inter-segment revenue	1487.14	1559.94	1802.84	4712.53	4976.25	6931.74
Net revenue from operations	16541.31	14127.44	15835.79	45488.76	48461.02	66967.31
Segment results (Profit / (Loss) before interest, exceptional items and tax)						
- Bhilai Steel Plant	712.99	860.00	441.72	1729.08	1084.25	1608.91
- Durgapur Steel Plant	(77.88)	(124.15)	124.05	(153.65)	396.30	586.63
- Rourkela Steel Plant	(205.40)	(185.17)	514.77	(147.51)	1611.47	2109.74
- Bokaro Steel Plant	(65.97)	(28.22)	483.69	200.63	1701.49	2290.86
- IISCO Steel Plant	(152.25)	(194.94)	172.82	(407.76)	221.24	303.46
- Alloy Steels Plant	(22.48)	(3.75)	(2.49)	(39.94)	(3.62)	(5.28)
- Salem Steel Plant	(57.58)	(63.74)	(39.44)	(198.21)	(85.79)	(120.50)
- Visvesvaraya Iron & Steel Plant	(19.71)	(21.71)	(20.17)	(62.58)	(60.49)	(73.49)
- Others	146.25	179.00	123.15	647.56	447.07	181.88
Total	257.97	417.32	1798.10	1567.62	5311.92	6882.21
Less: Finance costs	849.38	940.35	825.08	2578.13	2351.53	3154.92
Less: Exceptional items	-	-	23.28	-	334.84	389.40
Profit / (Loss) before Tax	(591.41)	(523.03)	949.74	(1010.51)	2625.55	3337.89
Segment Assets						
- Bhilai Steel Plant	32291.41	32591.62	31202.36	32291.41	31202.36	31549.20
- Durgapur Steel Plant	6801.31	7025.40	7079.54	6801.31	7079.54	6548.52
- Rourkela Steel Plant	20546.24	20750.80	19622.81	20546.24	19522.81	20076.32
- Bokaro Steel Plant	16023.19	16612.98	15302.47	16023.19	15302.47	15292.37
- IISCO Steel Plant	18294.93	18843.82	19230.62	18294.93	19230.62	18856.76
- Alloy Steels Plant	577.50	549.90	576.85	577.50	576.85	572.30
- Salem Steel Plant	2519.67	2558.78	2776.42	2519.67	2776.42	2856.49
- Visvesvaraya Iron & Steel Plant	361.93	388.62	423.37	361.93	423.37	419.41
- Others	21982.12	20714.49	20760.58	21982.12	20760.58	20266.36
Total	119398.30	120036.41	116975.02	119398.30	116975.02	116437.73
Segment Liabilities						
- Bhilai Steel Plant	7895.84	7745.65	7614.75	7895.84	7614.75	7709.02
- Durgapur Steel Plant	2490.64	2512.20	2667.73	2490.64	2667.73	2451.24
- Rourkela Steel Plant	4361.56	4335.17	4177.96	4361.56	4177.96	4421.29
- Bokaro Steel Plant	3326.78	3556.14	4025.21	3326.78	4025.21	3418.32
- IISCO Steel Plant	1569.22	1685.18	1853.55	1569.22	1853.55	1693.55
- Alloy Steels Plant	184.57	193.17	223.83	184.57	223.83	198.85
- Salem Steel Plant	334.69	338.97	373.31	334.69	373.31	368.95
- Visvesvaraya Iron & Steel Plant	58.78	62.76	75.17	58.78	75.17	66.57
- Others	31067.50	31288.12	28594.68	31067.50	28594.68	27155.71
Unallocated Liabilities	30926.72	30714.06	29927.46	30926.72	29927.46	30802.66
Total	82216.30	82431.42	79533.65	82216.30	79533.65	78286.16

Note :

Operating Segments have been identified in line with the Ind AS 108 - Operating Segments.



Notes to Standalone Unaudited Financial Results:

1. The above results have been reviewed by the Audit Committee in its meeting held on 13th February, 2020 and have been approved by the Board of Directors in its meeting held on 14th February, 2020.
2. The financial results have been reviewed by the Statutory Auditors, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
3. The Company has adopted Ind AS 116- 'Leases' which is mandatory for the reporting periods beginning on or after 1st April, 2019 and applied the Standard to all lease contracts existing on the date of initial application i.e. 1st April, 2019. The Company has used the modified retrospective approach for transitioning to Ind AS 116 with right-of-use asset measured as if Ind AS 116 has been applied since the commencement date of the contract. Accordingly, the comparatives for the earlier periods have not been restated.
4. (i) Sales include sale to Government Agencies recognised on provisional contract prices during the nine months ended 31st December 2019: ₹4981.37 crore (corresponding nine months of previous year: ₹3409.59 crore). Cumulatively such sale pending finalization of price upto 31st December, 2019 is : ₹5421.19 crore (upto the corresponding nine months of previous year : ₹15649.50 crore).

(ii) Sales for the quarter ended 31st December 2019 include ₹721.25 crores and for the nine months period from 1st April 2019 to 31st December 2019 include ₹1448.44 crores in respect of rails supplied by Bhilai Steel Plant to the Indian Railways recognised as follows:

- (a) In respect of sales during the financial years 2015-16, 2016-17 and 2017-18:
 - ₹428.99 crores during the quarter ended 30th September 2019 based on price finalised by the Railway Board, Ministry of Railways.
 - (b) In respect of sales during the financial year 2018-19:
 - ₹298.20 crores during the quarter ended 30th September 2019 owing to such revision being made applicable from 1st April 2018 onwards on a provisional basis as per recommendation of Railway Board.
 - The Company has recognised ₹721.25 crores towards price revision during the quarter ended 31st December 2019 as per the recommendation of the Office of the Chief Adviser (Cost), Ministry of Finance. However, the same is pending for approval of the Railway Board.
 - As per the assessment of the Company, it is highly probable that significant reversal in the amount of cumulative revenue recognised will not occur.
5. Based on detailed technical analysis conducted in two plants of the Company, iron and steel scrap embedded in various slag dumps valued on estimated basis at ₹229.16 crore have been considered as part of inventories during the quarter/nine months ended Dec,2019 (corresponding previous period: ₹ nil). The Company is in the process of conducting similar exercise in other plants.



6. Pursuant to introduction of Section 115BAA under the Taxation Laws (Amendment) Act, 2019, Company has an irreversible option of shifting to a lower tax rate along with consequent reduction in certain tax incentives including lapse of the accumulated MAT credit and adjustment of carry forward of additional depreciation in written down value. The Company has not yet exercised this option after evaluating the same and continues to recognize the taxes on income for the quarter and nine months ended 31st December, 2019 as per the earlier provisions.
7. The Nine Judges Constitutional Bench of Hon'ble Supreme Court, vide its judgment dated 11.11.2016, upheld the Constitutional validity of Entry Tax Act enacted by various States and laid down principles/tests for consideration for deciding the specific issues related to levy of Entry Tax. As on 31st December, 2019, the matters are pending before Regular Benches of Hon'ble Supreme Court/Jurisdictional High Courts/assigned authorities in this regard. Pending decision by the other Courts, disputed Entry Tax demands of ₹ 1626.16 crore have been treated by the Company as Contingent Liability (as on 31st March, 2019 - ₹1637.35 crore).
8. In respect of the civil appeal filed by Damodar Valley Corporation (DVC) pertaining to tariff of FY 2004-05 to 2008-09 against the order of the Appellate Tribunal for Electricity (APTEL), the Hon'ble Supreme Court of India dismissed the appeal vide its Order dated 3rd December, 2018 which can also have effect on future tariff orders in view of consideration of certain parameters for fixation of tariff. Accordingly, State Electricity Regulatory Commission (SERC) will finalise the retail tariff as directed by APTEL, the financial implication of which can only be ascertained after the Tariff fixation by SERC. Pending fixation of such Electricity Tariffs, disputed demands of DVC of ₹587.72 crore from FY 2010-11 to FY 2016-17 have been paid and retained as advance. Further, from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.
9. The Auditors, in their Audit Report on the Standalone Financial Statements for the Year ended 31st March, 2019, have brought out that the Company has not provided for :
 - (i) Demand for Entry tax in various states amounting to ₹1,637.35 crore as on 31st March, 2019 and
 - (ii) Amount paid to Damodar Valley Corporation (DVC) in earlier years against bills raised for supply of power and retained as advance to DVC by Bokaro Steel Plant amounting to ₹587.72 crore as on 31st March, 2019.

In respect of item stated at (i), the Company's view is that the Nine Judges Bench of Hon'ble Supreme Court, vide its judgment dated 11th November, 2016, upheld the Constitutional validity of levy of Entry Tax by the States and has laid down principles/tests on levy of Entry Tax Acts in various States. The respective regular benches of the Apex Court would hear the matters as per laid down principles. The West Bengal Finance Act, 2017 has included West Bengal Entry Tax in the jurisdiction of West Bengal Taxation Tribunal. Based on the said amendment, Hon'ble Calcutta High Court has transmitted the Writ Petition of Durgapur Steel Plant, IISCO Steel Plant, Central Marketing Organisation and Alloy Steels Plant to the West Bengal Taxation Tribunal. Pending decision by the regular benches of the Apex Court on levy of Entry Tax in the States of Chhattisgarh, Odisha, Jharkhand and in respect of the case pending before West Bengal Taxation Tribunal, the Entry Tax demands under dispute have been treated as Contingent Liability.



In respect of item stated at (ii), the Company's view is that on the civil appeal filed by DVC pertaining to tariff of 2004-09 against the Order of the Appellate Tribunal for Electricity (APTEL), the Hon'ble Supreme Court of India dismissed the appeal vide its Order dated 3rd December, 2018. Accordingly, State Electricity Regulatory Commission (SERC) will finalise the retail tariff as directed by APTEL, the financial implication of which can only be ascertained after the Tariff fixation by SERC. Pending fixation of Electricity Tariffs, disputed claims of DVC of ₹ 587.72 crore from FY 2010-11 to FY 2016-17 has been paid and treated as advance. Further, from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.

The disputed demands stated at (i) and (ii) above, contested on valid and bonafide grounds, have been treated as contingent liabilities as it is not probable that present obligations exist as on 31st December, 2019. Therefore, there is no adverse impact on loss for the quarter/nine months.

10. The figures for the previous periods have been re-grouped, wherever necessary, so as to conform to the current periods classification.

For and on behalf of Board of Directors

(Amit Sen)
Director (Finance)

Place: New Delhi
Dated: 14th February, 2020



1. V. K. Dhingra & Co. Chartered Accountants, 1E/15, Jhandewalan Extn., <u>New Delhi-110055</u>	2. A. K. Sabat & Co. Chartered Accountants, A-348, Sahid Nagar, <u>Bhubaneswar</u> <u>751007</u>	3. Tej Raj & Pal Chartered Accountants, A60, Amarpali Society, Lalpur, Ganga Diagnosis Lane, <u>Raipur-492001</u>	4. S. Jaykishan Chartered Accountants, 12, Ho Chi Minh Sarani, 2 nd Floor, Suite No. 2D, 2E & 2F, <u>Kolkata-700071</u>
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Independent Auditors' Review Report on Standalone Unaudited Financial Results of Steel Authority of India Limited for the Quarter and Nine months ended 31st December, 2019

Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To
The Board of Directors,
STEEL AUTHORITY OF INDIA LIMITED

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results (the 'Statement') of **Steel Authority of India Limited** ('the Company') for the quarter and nine months ended 31st December, 2019, 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 ("the Listing Regulation").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard- 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there-under and other accounting principles generally accepted in India. Our responsibility is to issue a report on this Statement based on our review.
3. We did not review the financial results of 8 branches/units included in the Statement. The financial results of these branches/units have been reviewed by the independent branch auditors whose review reports have been furnished to us, and our conclusion in so far as relates to the amounts and disclosures included in respect of these branches, is based solely on the review reports of such branch auditors.
4. 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.



5. **Basis for Qualified Conclusion**

I. The Company has not provided for :

- (i) Demand for Entry tax in various states amounting to ₹ 1626.16 crore as on 31st December, 2019 (Refer Note No. 7);
- (ii) Amount paid to Damodar Valley Corporation (DVC) in earlier years against bills raised for supply of power and retained as advance to DVC by Bokaro Steel Plant amounting to ₹ 587.72 crore as on 31st December, 2019 (Refer Note No. 8);

Impact of quantifiable part of all the above qualifications on the result for the quarter and nine months ended 31st December 2019 is as under:

₹ In Crore

Particulars	Quarter ended 31.12.2019		Nine months ended 31.12.2019	
	Reported Results	Results after impact of all the Qualifications which are quantified	Reported Results	Results after impact of all the Qualifications which are quantified
Profit/(Loss) Before Tax	(591.41)	(2805.29)	(1010.51)	(3224.39)
Tax expenses - Debit/(Credit)	(161.79)	(935.41)	(306.89)	(1080.51)
Total Comprehensive Income/(Loss)	(421.07)	(1861.33)	(690.03)	(2130.29)

6. **Qualified Conclusion**

Based on our review conducted as above, with the exception of the matters described in the Basis for Qualified Conclusion paragraph No.5 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results, read with notes thereon, prepared in accordance with applicable Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there-under and other recognized 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 Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. **Emphasis of Matter**

We draw attention to the following:

- i. Revenue from operations include sales to Government agencies for ₹ 4981.37 crore for the nine months (for the quarter ₹ 1818.01 crore) ended 31st December, 2019 which is recognized on provisional prices (Refer note no. 4(i)).



- ii. Recognition of price revision in sales to Railways amounting to ₹ 721.25 crore during the quarter and nine months ended 31st December, 2019 as per the recommendation of the Ministry of Finance, pending approval of Railway Board. (Refer note no. 4(ii)(b)).
- iii. Iron and Steel scrap embedded in various slag dumps considered under inventories on estimated basis valued at ₹ 229.16 crore during the quarter and nine months ended 31st December, 2019. (Refer note no. 5).

Our conclusion is not qualified in respect of aforesaid matters.

8. **Other Matters**

The unaudited standalone financial results of the Company for the corresponding quarter and nine months ended 31st December, 2018, were reviewed by the joint auditors of the Company, two of whom were predecessor audit firms, and they had expressed a qualified conclusion vide their report dated 07th February, 2019 on such financial results.

The Standalone financial results of the Company for the year ended 31st March, 2019 included in this Statement, were audited by joint auditors of the Company, two of whom were predecessor audit firms, and they had expressed a modified opinion on standalone financial statements vide their report dated 30th May, 2019.

Our conclusion is not qualified in respect of this matter.

For V.K. Dhingra & Co.
Chartered Accountants

Firm Registration No. 000250N


(CA. Vipul Girotra)
Partner

M.No.084312


UDIN: 20084312AAAAAG3621



For A.K. Sabat & Co.

Chartered Accountants

Firm Registration No. 321012E


(CA. A. K. Sabat)
Partner

M.No.030310


UDIN: 20030310AAAAAG3621



For Tej Raj & Pal

Chartered Accountants

Firm Registration No. 304124E


(CA. B. Gangaraju)
Partner

M.No. 007605

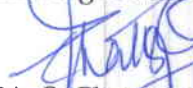
UDIN: 20007605AAAAAG8377



For S. Jaykishan

Chartered Accountants

Firm Registration No. 017361E


(CA. S. Chatterjee)
Partner

M.No.017361

UDIN: 20017361AAAAAE5546



Date: 14th February, 2020

Place: New Delhi

STEEL AUTHORITY OF INDIA LIMITED
CIN: L27109DL1973GO1006454

REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110 003

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Statement of Consolidated Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2019

₹ Crore unless stated otherwise

Sl. No.	Particulars	CONSOLIDATED					
		Quarter ended		Nine Months ended			Year ended
		31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	(a) Revenue from operations	16542.48	14128.96	15842.18	45492.33	48481.57	66973.58
	(b) Other income	172.39	153.21	64.50	502.91	267.24	494.52
	Total Income	16714.87	14282.17	15906.68	45995.24	48748.81	67468.10
2	Expenses						
	a) Cost of materials consumed	7075.49	7423.74	8411.00	22665.40	23663.38	32402.97
	b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1928.92	(1043.67)	(2123.10)	(493.88)	(3374.14)	(2716.16)
	c) Employee benefits expense	2028.27	1963.50	2143.56	6041.87	6534.44	8849.10
	d) Finance costs	849.38	940.35	825.08	2578.13	2351.53	3154.92
	e) Depreciation and amortisation expenses	926.39	901.27	854.87	2700.27	2494.92	3385.34
	f) Other expenses	4504.19	4617.91	4825.72	13517.02	14117.95	18676.16
	Total Expenses	17312.64	14803.10	14937.13	47008.81	45788.08	63752.33
3	Profit / (Loss) before Exceptional items, share of net Profit / (Loss) of investment accounted for using equity method and Tax	(597.77)	(520.93)	969.55	(1013.57)	2960.73	3715.77
	Share of Profit / (Loss) in investments accounted for using equity method	98.92	67.95	36.06	212.20	124.20	222.87
	Profit / (Loss) before Exceptional items and Tax	(498.85)	(452.98)	1005.61	(801.37)	3084.93	3938.64
	Add: Exceptional items	-	-	(23.28)	-	(334.84)	(389.40)
4	Profit / (Loss) before Tax	(498.85)	(452.98)	982.33	(801.37)	2750.09	3549.24
	Less: Tax expense						
	Current tax	2.33	1.68	2.11	6.52	6.41	8.67
	Deferred tax	(197.07)	(168.74)	336.59	(320.54)	938.33	1,186.99
	Current tax (earlier years)	39.46	-	4.84	39.46	4.84	4.87
5	Net Profit / (Loss) for the period	(343.57)	(285.92)	638.79	(528.81)	1800.51	2348.71
	Other Comprehensive Income (OCI)						
A	(i) Items that will not be reclassified to profit or loss	10.77	5.51	(40.47)	17.34	16.11	387.97
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(2.22)	(1.28)	14.42	(3.75)	1.24	(128.82)
B	(i) Items that will be reclassified to profit or loss	(7.11)	33.61	(34.86)	36.11	106.85	95.75
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
6	Total Comprehensive Income / (Loss) for the period	(342.13)	(248.08)	577.88	(477.11)	1924.71	2703.61
7	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
8	Other equity excluding Revaluation Reserve						35515.62
9	Earnings per equity share (of ₹ 10/- each) (not annualised)						
	1. Basic (₹)	(0.83)	(0.69)	1.55	(1.28)	4.36	5.69
	2. Diluted (₹)	(0.83)	(0.69)	1.55	(1.28)	4.36	5.69

Note: Refer accompanying notes to the financial results.



STEEL AUTHORITY OF INDIA LIMITED

CIN: L27109DL1973GO1006454

REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110 003

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CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

₹ Crore unless stated otherwise

Particulars	CONSOLIDATED					
	Quarter ended			Nine Months ended		Year ended
	31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment revenue from operations						
- Bhilai Steel Plant	5316.65	4713.16	4140.98	14053.01	12162.03	17018.01
- Durgapur Steel Plant	2074.99	1703.41	2078.01	5668.82	6590.99	9099.37
- Rourkela Steel Plant	3179.12	2907.28	3777.19	9354.11	11450.61	15604.54
- Bokaro Steel Plant	3629.50	2822.33	3954.42	9988.90	12162.09	16455.96
- IISCO Steel Plant	2170.94	1771.39	1674.90	5755.50	5392.89	7947.93
- Alloy Steels Plant	168.22	210.91	222.91	576.94	616.97	820.73
- Salem Steel Plant	417.42	379.53	383.54	1240.84	1191.44	1700.71
- Visvesvaraya Iron & Steel Plant	34.15	22.49	44.90	76.54	155.79	179.81
- Others	1038.63	1158.40	1368.17	3490.20	3735.01	5078.26
Total segment revenue	18029.62	15688.90	17645.02	50204.86	53457.82	73905.32
Less: Inter-segment revenue	1487.14	1559.94	1802.84	4712.53	4976.25	6931.74
Net revenue from operations	16542.48	14128.96	15842.18	45492.33	48481.57	66973.58
Segment results (Profit / (Loss) before interest, exceptional items and tax)						
- Bhilai Steel Plant	712.99	860.00	441.72	1729.08	1084.25	1608.91
- Durgapur Steel Plant	(77.88)	(124.15)	124.05	(153.65)	396.30	586.63
- Rourkela Steel Plant	(205.40)	(185.17)	514.77	(147.51)	1611.47	2109.74
- Bokaro Steel Plant	(65.97)	(28.22)	483.69	200.63	1701.49	2290.86
- IISCO Steel Plant	(152.25)	(194.94)	172.82	(407.76)	221.24	303.46
- Alloy Steels Plant	(22.48)	(3.75)	(2.49)	(39.94)	(3.62)	(5.28)
- Salem Steel Plant	(57.58)	(63.74)	(39.44)	(198.21)	(85.79)	(120.50)
- Visvesvaraya Iron & Steel Plant	(19.71)	(21.71)	(20.17)	(62.58)	(60.49)	(73.49)
- Others	238.81	249.05	155.74	856.70	571.61	393.23
Total	350.53	487.37	1830.69	1776.76	5436.46	7093.56
Less: Finance costs	849.38	940.35	825.08	2578.13	2351.53	3154.92
Less: Exceptional items	-	-	23.28	-	334.84	389.40
Profit / (Loss) before Tax	(498.85)	(452.98)	982.33	(801.37)	2750.09	3549.24
Segment Assets						
- Bhilai Steel Plant	32291.41	32591.62	31202.36	32291.41	31202.36	31549.20
- Durgapur Steel Plant	6801.31	7025.40	7079.54	6801.31	7079.54	6548.52
- Rourkela Steel Plant	20546.24	20750.80	19622.81	20546.24	19622.81	20076.32
- Bokaro Steel Plant	16023.19	16612.98	15302.47	16023.19	15302.47	15292.37
- IISCO Steel Plant	18294.93	18843.82	19230.62	18294.93	19230.62	18856.76
- Alloy Steels Plant	577.50	549.90	576.85	577.50	576.85	572.30
- Salem Steel Plant	2519.67	2558.78	2776.42	2519.67	2776.42	2856.49
- Visvesvaraya Iron & Steel Plant	361.93	388.62	423.37	361.93	423.37	419.41
- Others	23769.04	22418.34	22251.98	23769.04	22251.98	21780.93
Total	121185.22	121740.26	118466.42	121185.22	118466.42	117952.30
Segment Liabilities						
- Bhilai Steel Plant	7895.84	7745.65	7614.75	7895.84	7614.75	7709.02
- Durgapur Steel Plant	2490.64	2512.20	2667.73	2490.64	2667.73	2451.24
- Rourkela Steel Plant	4361.56	4335.17	4177.96	4361.56	4177.96	4421.29
- Bokaro Steel Plant	3326.78	3556.14	4025.21	3326.78	4025.21	3418.32
- IISCO Steel Plant	1569.22	1685.18	1853.55	1569.22	1853.55	1693.55
- Alloy Steels Plant	184.57	193.17	223.83	184.57	223.83	198.85
- Salem Steel Plant	334.69	338.97	373.31	334.69	373.31	368.95
- Visvesvaraya Iron & Steel Plant	58.78	62.76	75.17	58.78	75.17	66.57
- Others	31154.28	31288.12	28656.95	31154.28	28656.95	27175.69
Unallocated Liabilities	30926.72	30790.68	29927.46	30926.72	29927.46	30802.66
Total	82303.08	82508.04	79595.92	82303.08	79595.92	78306.14

Note

Operating Segments have been identified in line with the Ind AS 108 - Operating Segments.



Notes to Consolidated Unaudited Financial Results:

1. The above results have been reviewed and recommended by the Audit Committee in its meeting held on 13th February, 2020 and have been approved by the Board of Directors in its meetings held on 14th February, 2020. However, since the consolidated financial results of the Company are being submitted pursuant to the mandatory requirement w.e.f. April 1, 2019, the consolidated figures for the comparative periods for the quarter ended 31st December, 2018 and nine months ended 31st December, 2018, as reported in the financial results have not been subjected to Limited Review.
2. The financial results have been reviewed by the Statutory Auditors, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
3. The consolidated unaudited financial results include the results of 1 (one) subsidiary which has not been reviewed / audited by its auditors and does not include results of 2 (Two) subsidiaries as the same are under closure. The consolidated unaudited financial results also include the share of net loss after tax and total comprehensive loss of 1 (One) associate and 11 (Eleven) jointly controlled entities which have not been reviewed/ audited by their auditors and does not include the share of net profit / (loss) after tax and share of total comprehensive income of 5 (Five) jointly controlled entities including 4 (Four) entities under closure, as the same are not available.

The financial results of these entities are not material and impact not significant to the Consolidated Unaudited Financial Results.

In respect of Steel Authority of India Limited (the Parent)

- a. The Company has adopted Ind AS 116- 'Leases' which is mandatory for the reporting periods beginning on or after 1st April, 2019 and applied the Standard to all lease contracts existing on the date of initial application i.e. 1st April, 2019. The Company has used the modified retrospective approach for transitioning to Ind AS 116 with right-of-use asset measured as if Ind AS 116 has been applied since the commencement date of the contract. Accordingly, the comparatives for the earlier periods have not been restated.

- b. (i) Sales include sale to Government Agencies recognised on provisional contract prices during the nine months ended 31st December 2019: ₹4981.37 crore (corresponding nine months of previous year: ₹3409.59 crore). Cumulatively such sale pending finalization of price upto 31st December, 2019 is : ₹5421.19 crore (upto the corresponding nine months of previous year : ₹15649.50 crore).

(ii) Sales for the quarter ended 31st December 2019 include ₹721.25 crores and for the nine months period from 1st April 2019 to 31st December 2019 include ₹1448.44 crores in respect of rails supplied by Bhilai Steel Plant to the Indian Railways recognised as follows:

- (a) In respect of sales during the financial years 2015-16, 2016-17 and 2017-18:
 - ₹428.99 crores during the quarter ended 30th September 2019 based on price finalised by the Railway Board, Ministry of Railways .
- (b) In respect of sales during the financial year 2018-19:
 - ₹298.20 crores during the quarter ended 30th September 2019 owing to such revision being made applicable from 1st April 2018 onwards on a provisional basis as per recommendation of Railway Board



- The Company has recognised ₹721.25 crores towards price revision during the quarter ended 31st December 2019 as per the recommendation of the Office of the Chief Adviser (Cost), Ministry of Finance. However, the same is pending for approval of the Railway Board.
 - As per the assessment of the Company, it is highly probable that significant reversal in the amount of cumulative revenue recognised will not occur.
- c. Based on detailed technical analysis conducted in two plants of the Company, iron and steel scrap embedded in various slag dumps valued on estimated basis at ₹229.16 crore have been considered as part of inventories during the quarter/nine months ended Dec,2019 (corresponding previous period: ₹ nil). The Company is in the process of conducting similar exercise in other plants.
- d. Pursuant to introduction of Section 115BAA under the Taxation Laws (Amendment) Act, 2019, Company has an irreversible option of shifting to a lower tax rate along with consequent reduction in certain tax incentives including lapse of the accumulated MAT credit and adjustment of carry forward of additional depreciation in written down value. The Company has not yet exercised this option after evaluating the same and continues to recognize the taxes on income for the quarter and nine months ended 31st December, 2019 as per the earlier provisions.
- e. The Nine Judges Constitutional Bench of Hon'ble Supreme Court, vide its judgment dated 11.11.2016, upheld the Constitutional validity of Entry Tax Act enacted by various States and laid down principles/tests for consideration for deciding the specific issues related to levy of Entry Tax. As on 31st December, 2019, the matters are pending before Regular Benches of Hon'ble Supreme Court/Jurisdictional High Courts/assigned authorities in this regard. Pending decision by the other Courts, disputed Entry Tax demands of ₹1626.16 crore have been treated by the Company as Contingent Liability (as on 31st March, 2019 - ₹1637.35 crore).
- f. In respect of the civil appeal filed by Damodar Valley Corporation (DVC) pertaining to tariff of FY 2004-05 to 2008-09 against the order of the Appellate Tribunal for Electricity (APTEL), the Hon'ble Supreme Court of India dismissed the appeal vide its Order dated 3rd December, 2018 which can also have effect on future tariff orders in view of consideration of certain parameters for fixation of tariff. Accordingly, State Electricity Regulatory Commission (SERC) will finalise the retail tariff as directed by APTEL, the financial implication of which can only be ascertained after the Tariff fixation by SERC. Pending fixation of such Electricity Tariffs, disputed demands of DVC of ₹587.72 crore from FY 2010-11 to FY 2016-17 have been paid and retained as advance. Further, from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.
- g. The Auditors, in their Audit Report on the Standalone Financial Statements for the Year ended 31st March, 2019, have brought out that the Company has not provided for :
- (i) Demand for Entry tax in various states amounting to ₹1,637.35 crore as on 31st March, 2019 and
 - (ii) Amount paid to Damodar Valley Corporation (DVC) in earlier years against bills raised for supply of power and retained as advance to DVC by Bokaro Steel Plant amounting to ₹587.72 crore as on 31st March, 2019.



In respect of item stated at (i), the Company's view is that the Nine Judges Bench of Hon'ble Supreme Court, vide its judgment dated 11th November, 2016, upheld the Constitutional validity of levy of Entry Tax by the States and has laid down principles/tests on levy of Entry Tax Acts in various States. The respective regular benches of the Apex Court would hear the matters as per laid down principles. The West Bengal Finance Act, 2017 has included West Bengal Entry Tax in the jurisdiction of West Bengal Taxation Tribunal. Based on the said amendment, Hon'ble Calcutta High Court has transmitted the Writ Petition of Durgapur Steel Plant, IISCO Steel Plant, Central Marketing Organisation and Alloy Steels Plant to the West Bengal Taxation Tribunal. Pending decision by the regular benches of the Apex Court on levy of Entry Tax in the States of Chhattisgarh, Odisha, Jharkhand and in respect of the case pending before West Bengal Taxation Tribunal, the Entry Tax demands under dispute have been treated as Contingent Liability.

In respect of item stated at (ii), the Company's view is that on the civil appeal filed by DVC pertaining to tariff of 2004-09 against the Order of the Appellate Tribunal for Electricity (APTEL), the Hon'ble Supreme Court of India dismissed the appeal vide its Order dated 3rd December, 2018. Accordingly, State Electricity Regulatory Commission (SERC) will finalise the retail tariff as directed by APTEL, the financial implication of which can only be ascertained after the Tariff fixation by SERC. Pending fixation of Electricity Tariffs, disputed claims of DVC of ₹ 587.72 crore from FY 2010-11 to FY 2016-17 has been paid and treated as advance. Further, from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.

The disputed demands stated at (i) and (ii) above, contested on valid and bonafide grounds, have been treated as contingent liabilities as it is not probable that present obligations exist as on 31st December, 2019. Therefore, there is no adverse impact on loss for the quarter/nine months.

5. The figures for the previous periods have been re-grouped, wherever necessary, so as to conform to the current periods classification.

For and on behalf of Board of Directors

(Amit Sen)
Director (Finance)

Place: New Delhi
Dated: 14th February, 2020



V.K. Dhingra & Co. Chartered Accountants 1-E/15, Jhandewalan Extn., New Delhi- 110055	A.K. Sabat & Co. Chartered Accountants A-348, Sahid Nagar, <u>Bhubaneswar-</u> <u>751007</u>	Tej Raj & Pal Chartered Accountants A60, Amarpalli Society Lalpur, Ganga Diagonis Lane, <u>Raipur- 492001</u>	S. Jaykishan Chartered Accountants 12, Ho Chi Minh Sarani, 2 nd Floor, Suite No 2D, 2E and 2F, Kolkata- 700071
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Independent Auditors' Review Report on Unaudited Consolidated Quarterly and Year to date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

**TO THE BOARD OF DIRECTORS OF
STEEL AUTHORITY OF INDIA LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Steel Authority of India Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit / (loss) after tax and share of total comprehensive income of its associate and jointly controlled entities for the quarter ended 31st December, 2019 and year to date results for the period from 1st April, 2019 to 31st December, 2019 ("the Statement") attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31st December, 2018 and for the period from 1st April 2018 to 31st December, 2018 as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard - 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Subsidiaries
SAIL Refractory Company Limited
Chhattisgarh Mega Steel Limited
Associate
Almora Magnesite Ltd
Jointly Controlled Entities
NTPC-SAIL Power Company Private Limited
International Coal Ventures Private Limited
Bastar Railway Private Limited
SAIL RITES Bengal Wagon Industry Private Limited
GEDCO SAIL Power Corporation Limited
SAIL SCI Shipping Private Limited
mjunction Services Limited
S&T Mining Company Private Limited
SAIL- MOIL Ferro Alloys Private Limited
Bokaro Power Supply Company Private Limited
Bhilai Jaypee Cement Limited
SAIL Kobe Iron India Private Limited
SAIL SCL Kerala Limited
SAIL - Bengal Alloy Casting Private Limited
SAIL Bansal Service Centre Limited
Prime Gold - SAIL JVC Limited

5. **Basis for Qualified Conclusion**

The Parent has not provided for:

- I. Demand for Entry tax in various states amounting to ₹1,626.16 crore as on 31st December, 2019 [Refer Note No. 4(e)] and
- II. Amount paid to Damodar Valley Corporation (DVC) in earlier years against bills raised for supply of power and retained as advance to DVC by Bokaro Steel Plant of the Parent amounting to ₹587.72 crore as on 31st December, 2019 [Refer Note No. 4(f)].



Impact of all the above qualifications on the result for the quarter and nine months ended 31st December, 2019 is as under:

(in ₹ crore)

Particulars	Quarter ended 31 st December, 2019		For the period from 1 st April, 2019 to 31 st December, 2019	
	Reported Results	Results after impact of all the Qualifications which are quantified	Reported Results	Results after impact of all the Qualifications which are quantified
Profit/(Loss) before Tax	(498.85)	(2712.73)	(801.37)	(3015.25)
Tax expenses - Debit / (Credit)	(155.28)	(928.90)	(274.56)	(1048.18)
Total Comprehensive Income/(Loss)	(342.13)	(1782.39)	(477.11)	(1917.37)

6. Qualified Conclusion

Based on our review conducted as above and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the branch auditors and other auditors referred to in paragraph 8 below, except for the effect of the matters described in the Basis for Qualified Conclusion Paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard ("Ind AS") specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Emphasis of Matter

We draw attention to the following:

- i. Revenue from operations include sales to Government agencies for ₹4981.37 crore for the nine months (for the quarter ₹1818.01 crore) ended 31st December, 2019 which is recognized on provisional prices (Refer note no. 4(b)(i)).
- ii. Recognition of price revision in sales to Railways amounting to ₹721.25 crore during the quarter and nine months ended 31st December, 2019 as per the recommendation of the Ministry of Finance, pending approval of Railway Board. (Refer note no. 4(b)(ii)).
- iii. Iron and Steel scrap embedded in various slag dumps considered under inventories on estimated basis valued at ₹229.16 crore during the quarter and nine months ended 31st December, 2019. (Refer note no. 4(c)).

Our conclusion is not qualified in respect of aforesaid matters.



8. We did not review the financial results of 8 (Eight) branches included in the unaudited standalone financial results of the entities included in the Group, whose financial results reflect total revenues of ₹5669.57 crore and ₹16063.41 crore, total net loss after tax of ₹830.48 crore and ₹1786.68 crore and total comprehensive loss of ₹830.48 crore and ₹1786.68 crore for the quarter ended 31st December, 2019 and for the period from 1st April, 2019 to 31st December, 2019 respectively. The financial results of these branches have been reviewed by the branch auditors whose reports have been furnished to us, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the reports of such branch auditors and the procedures performed by us as stated in paragraph 3 above.

We did not review the financial results of 1 (One) subsidiary included in the unaudited consolidated financial results, whose financial results reflect total revenues of ₹49.33 crore and ₹161.61 crore, total net profit after tax of ₹6.77 crore and ₹18.99 crore and total comprehensive profit of ₹6.77 crore and ₹18.99 crore for the quarter ended 31st December, 2019 and for the period from 1st April, 2019 to 31st December, 2019 respectively. The unaudited consolidated financial results include the Group's share of net profit / (loss) after tax of ₹73.82 crore and ₹154.87 crore and share of total comprehensive income of ₹66.77 crore and ₹191.15 crore for the quarter ended 31st December, 2019 and for the period from 1st April, 2019 to 31st December, 2019 respectively, in respect of 5 (Five) jointly controlled entities, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

9. The unaudited consolidated financial results include the financial results of 1 (One) subsidiary which have not been reviewed / audited by their auditors, whose financial results reflect total revenue of ₹Nil and ₹Nil, total net profit after tax of ₹Nil and ₹Nil and total comprehensive income of ₹Nil and ₹Nil for the quarter ended 31st December, 2019 and for the period from 1st April, 2019 to 31st December, 2019 respectively. The unaudited consolidated financial results also include the Group's share of net profit / (loss) after tax of ₹9.60 crore and ₹35.23 crore and share of total comprehensive Income of ₹9.54 crore and ₹35.06 crore for the quarter ended 31st December, 2019 and for the period from 1st April, 2019 to 31st December, 2019 respectively, in respect of 1 (One) associate and 11 (Eleven) jointly controlled entities, based on their financial results which have not been reviewed / audited by their auditors and have been provided to us by the Management. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.



10. The unaudited consolidated financial results do not include the financial results in respect of 2 (Two) subsidiaries under closure for the quarter and nine months ended 31st December, 2019 since not available as per the Management. The unaudited consolidated financial results do not include the Group's share of net profit/ (loss) after tax and share of total comprehensive income for the quarter and nine months ended 31st December, 2019 in respect of 5 (Five) jointly controlled entities, including 4 (Four) entities under closure, since not available as per the Management. According to the information and explanations given to us by the Management, these financial results are not material and the impact of the same is not material and significant to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

11. Other Matters

The unaudited consolidated financial results of the Group for the corresponding quarter and nine months ended 31st December, 2018 were not reviewed.

The Consolidated financial results of the Group for the year ended 31st March, 2019 included in this Statement, were audited by joint auditors of the Group, two of whom were predecessor audit firms, and they had expressed a modified opinion on consolidated financial statements vide their report dated 30th May, 2019.

Our conclusion is not qualified in respect of this matter.

<p>For V.K. Dhingra & Co. Chartered Accountants Firm Registration No. 000250N</p> <p> (Vipul Girotra) Partner M.No. 084312 UDIN: 20084312AAAAAH1652</p> 	<p>For A.K. Sabat & Co. Chartered Accountants Firm Registration No. 321012E</p> <p> (A.K. Sabat) Partner M.No. 030310 UDIN: 20030310AAAAAB2986</p> 
<p>For Tej Raj & Pal Chartered Accountants Firm Registration No. 304124E</p> <p> (B. Gangaraju) Partner M.No. 007605 UDIN: 2007605AAAAAH8735</p> 	<p>For S. Jaykishan Chartered Accountants Firm Registration No. 309005E</p> <p> (S. Chatterjee) Partner M.No. 017361 UDIN: 20017361AAAAAF5741</p> 

Place: New Delhi

Date: 14th February, 2020

STEEL AUTHORITY OF INDIA LIMITED

CIN: L27109DL1973GO1006454

REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110 003

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Extract of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2019

₹ Crore unless stated otherwise

Sl. No.	Particulars	STANDALONE					
		Quarter ended			Nine Months ended		Year ended
		31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Total Income from Operations	16541.31	14127.44	15835.79	45488.76	48461.02	66967.31
2	Net Profit / (Loss) for the period (before Tax, Exceptional and / or Extraordinary items)	(591.41)	(523.03)	973.02	(1010.51)	2960.39	3727.29
3	Net Profit / (Loss) for the period before Tax (after Exceptional and / or Extraordinary items)	(591.41)	(523.03)	949.74	(1010.51)	2625.55	3337.89
4	Net Profit / (Loss) for the period after Tax (after Exceptional and / or Extraordinary items)	(429.62)	(342.84)	616.30	(703.62)	1710.42	2178.82
5	Total Comprehensive Income / (Loss) for the period [comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)]	(421.07)	(338.61)	590.18	(690.03)	1727.70	2437.90
6	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
7	Reserves excluding Revaluation Reserve						34021.04
8	Earnings per equity share (of ₹10/- each) (not annualised)						
	1. Basic (₹)	(1.04)	(0.83)	1.49	(1.70)	4.14	5.27
	2. Diluted (₹)	(1.04)	(0.83)	1.49	(1.70)	4.14	5.27

Extract of Consolidated Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2019

₹ Crore unless stated otherwise

Sl. No.	Particulars	CONSOLIDATED					
		Quarter ended			Nine Months ended		Year ended
		31 st December, 2019	30 th September, 2019	31 st December, 2018	31 st December, 2019	31 st December, 2018	31 st March, 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Total Income from Operations	16542.48	14128.96	15842.18	45492.33	48481.57	66973.58
2	Net Profit / (Loss) for the period (before Tax, Exceptional and / or Extraordinary items)	(498.85)	(452.98)	1005.61	(801.37)	3084.93	3938.64
3	Net Profit / (Loss) for the period before Tax (after Exceptional and / or Extraordinary items)	(498.85)	(452.98)	982.33	(801.37)	2750.09	3549.24
4	Net Profit / (Loss) for the period after Tax (after Exceptional and / or Extraordinary items)	(343.57)	(285.92)	638.79	(526.81)	1800.51	2348.71
5	Total Comprehensive Income / (Loss) for the period [comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)]	(342.13)	(248.08)	577.88	(477.11)	1924.71	2703.61
6	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
7	Reserves excluding Revaluation Reserve						35515.62
8	Earnings per equity share (of ₹10/- each) (not annualised)						
	1. Basic (₹)	(0.83)	(0.69)	1.55	(1.28)	4.36	5.69
	2. Diluted (₹)	(0.83)	(0.69)	1.55	(1.28)	4.36	5.69

Note:

1) The above Financial Results have been reviewed by the Audit Committee at its meeting on 13th February, 2020 and approved by the Board of Directors at its meeting held on 14th February, 2020.

2) The above is an extract of the detailed format of unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of these Financial Results are available on the Stock Exchange websites of NSE and BSE at www.nseindia.com and www.bseindia.com respectively and under the investor Relations section on the Company's website www.sail.co.in.

For and on behalf of Board of Directors



(Amit Sen)

Director (Finance)

Place: New Delhi

Dated: 14th February, 2020

Press Release

SAIL records jump in sales and saleable steel production in 3rd quarter

New Delhi, 14th February, 2020: Steel Authority of India Limited (SAIL) declared its performance results for the 3rd quarter of Financial Year 2019-20 (Q3 FY'20) today. During the quarter, the Company reported a 5% growth in its topline over CPLY. Despite the reduction in prices, SAIL has been able to achieve higher revenue through its continual push towards higher volumes which saw production (3.9 MT) and sales (4.1 MT) grow by 3% and 26% over CPLY respectively. However, the reduction in prices, which has hurt the financial performance of all major domestic steel producers during the quarter, impacted the profitability of SAIL as well with the Company posting a net loss of Rs 429.62 crore in Q3 FY'20.

Shri Anil Kumar Chaudhary, Chairman, SAIL commented that, "The quarter had been quite challenging for the entire industry in terms of subdued realisations thereby impacting the financial performance of all major producers. However, utilising this as an opportunity, we have accelerated our efforts towards stabilizing the production from the new mills and continuously improving process efficiencies. The Company is enriching its product basket with more focus on cost minimization to improve its bottom-line."

He further added, "Despite lower steel prices amidst stiff competition during the third quarter, we could achieve significant growth in sales and saleable steel production. The recent improvement in the market conditions combined with the efforts towards cost reduction, we are hopeful of doing better in the 4th quarter".

SAIL has made good ground in the 3rd quarter towards improvement in techno-economic parameters viz., BF Productivity, Coke Rate, CDI Usage, Specific Energy Consumption and production through Concast Route which improved by 12.4%, 5.3%, 40%, 2.4% and 8.5% respectively over the previous quarter.
