

एनएमडीसी



NMDC

एन एम डी सी लिमिटेड NMDC Limited

(भारत सरकार का उद्यम) (A GOVT. OF INDIA ENTERPRISE)

पंजीकृत कार्यालय : 'खनिज भवन', 10-3-311/ए, कैसल हिल्स, मासाब टैंक, हैदराबाद - 500 028.

Regd. Office : 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad - 500 028.

नैगम पहचान संख्या / Corporate Identity Number : L13100TG1958 GOI 001674

No. 18(1)/2020- Sectt

27th August 2020

1) The BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001	2) National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
3) The Calcutta Stock Exchange Limited, 7, Lyons Range, Kolkata - 700001	

Dear Sir / Madam,

Sub: Unaudited Financial Results and Limited Review Report for the first quarter ended 30th June 2020

Ref: Regulation 30 and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; NSE Symbol: NMDC; BSE Scrip Code: 526371

The Board of Directors of the Company at their meeting held on Thursday the 27th August 2020, inter-alia, considered, approved and taken on record the Unaudited Financial Results (Standalone and Consolidated) of the Company for the first quarter ended 30th June 2020 along with segment information.

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

1. Unaudited Financial Results (Standalone and Consolidated) of the Company for the first quarter ended 30th June 2020 along with segment information.
2. Limited Review Report of the Statutory Auditor on the Unaudited Financial Results (Standalone and Consolidated) of the Company for the first quarter ended 30th June 2020.

The Board Meeting commenced at 2.30 p.m. and concluded at 4.40 p.m.

Please take the above information on record.

Thanking you

Yours faithfully,
For NMDC Limited

A S Pardha Saradhi
Company Secretary

Encl: As above



एन एम डी सी लिमिटेड

NMDC Limited

(भारत सरकार का उद्यम) (A GOVT. OF INDIA ENTERPRISE)

पंजीकृत कार्यालय : 'खनिज भवन', 10-3-311/ए, कैसल हिल्स, मासाब टैंक, हैदराबाद - 500 028.

Regd. Office : 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad - 500 028.

नैगम पहचान संख्या / Corporate Identity Number : L13100TG1958 GOI 001674

Statement of Un-Audited Standalone Financial Results for the Quarter ended 30th June 2020

INR in crore

Particulars	Quarter Ended			Year Ended
	30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
	Un-audited	Audited	Un-audited	Audited
I. Revenue from operations	1,937.50	3,187.34	3,263.74	11,699.22
II. Other Income	71.71	133.25	122.82	513.79
III. Total income (I+II)	2,009.21	3,320.59	3,386.56	12,213.01
IV. Expenses				
(a) Consumption of raw materials	5.24	5.00	7.95	36.48
(b) Consumption of stores & spares	47.60	73.42	50.61	243.15
(c) Changes in inventories of finished goods and work -in-progress	(56.62)	(40.95)	(12.07)	(53.83)
(d) Employee benefit expense	253.65	289.87	253.13	1,046.83
(e) Royalty and other levies	421.03	584.08	581.70	2,096.29
(f) Selling exps incl. freight	119.73	203.18	190.10	702.43
(g) Depreciation and amortisation	57.28	67.47	64.77	294.38
(h) Finance cost	9.32	(21.33)	11.73	9.88
(i) Other expenses	391.98	580.80	325.48	1,617.48
Total expenses	1,249.21	1,741.54	1,473.40	5,993.09
V. Profit from ordinary activities before exceptional items and Tax (III-IV)	760.00	1,579.05	1,913.16	6,219.92
VI. Exceptional items - Expenses/(Income)	-	96.44	-	96.44
VII. Profit before tax (V-VI)	760.00	1,482.61	1,913.16	6,123.48
VIII. Tax expense				
a) Current Tax	230.40	336.05	689.31	1,555.59
b) Earlier Year Tax (Net)	-	771.32	-	771.32
c) Deferred Tax	(3.73)	23.70	44.43	185.66
Total tax expense	226.67	1,131.07	733.74	2,512.57
IX. Net Profit for the period from continuing operations (VII-VIII)	533.33	351.54	1,179.42	3,610.91
X. Loss from discontinued operations	(0.57)	(0.43)	(0.22)	(1.05)
XI. Tax Expenses of discontinued operations	(0.14)	(0.10)	(0.08)	(0.26)
XII. Loss from Discontinued operations (after tax)	(0.43)	(0.33)	(0.14)	(0.79)
XIII. Profit for the period (IX+XII) :	532.90	351.21	1,179.28	3,610.12
XIV. Other Comprehensive income/(expenses): Item that will not be reclassified to profit or loss (net of income tax)	(18.77)	(76.57)	0.44	(75.04)
XV. Total Comprehensive Income for the period (XIII+XIV)	514.13	274.64	1,179.72	3,535.08
XVI. Paid-up Equity Share Capital	306.19	306.19	306.19	306.19
XVII. Face value per share (Re)	1	1	1	1
XVIII. EPS for the period (Rs.)-basic and diluted before and after extraordinary items	1.74	1.15	3.85	11.79
	Not Annualised			Annualised





-2-

Segment wise Standalone Revenue, Results and Capital Employed for the quarter ended 30th June,2020

INR in crore

Particulars	Quarter Ended			Year Ended
	30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
	Un-audited	Audited	Un-audited	Audited
1. Segment Revenue				
(Sale /income from each segment)				
a) Iron Ore	1,922.89	3,166.70	3,212.14	11,568.90
b) Pellet ,Other Minerals & Services	14.61	20.64	51.49	130.21
Total	1,937.50	3,187.34	3,263.63	11,699.11
Less: Inter segment revenue	-	-	(0.11)	(0.11)
Sales / Income from Operations	1,937.50	3,187.34	3,263.74	11,699.22
2. Segment Results				
(profit (+) / loss (-) before tax and interest from each segment)				
a) Iron Ore	951.13	1,599.88	1,905.63	6,135.20
b) Pellet, Other Minerals & Services	(36.27)	(141.38)	(27.83)	(131.73)
Total	914.86	1,458.50	1,877.80	6,003.47
Less: Finance Cost	9.32	(21.33)	11.73	9.88
Add : Other unallocable income net off unallocable expenditure	(146.11)	2.35	46.87	128.84
Total Profit Before Tax (incl discontinued operations)	759.43	1,482.18	1,912.94	6,122.43
3. Segment Assets				
a) Iron Ore	6,852.89	6,960.21	5,500.72	6,960.21
b) Pellet ,Other Minerals & Services	607.52	615.67	642.90	615.67
c) Unallocated	23,278.34	23,171.00	23,372.39	23,171.00
Total	30,738.75	30,746.88	29,516.01	30,746.88
4. Segment Liabilities				
a) Iron Ore	1,183.75	1,340.40	1,480.06	1,340.40
b) Pellet, Other Minerals & Services	29.67	35.17	30.86	35.17
c) Unallocated	1,878.05	2,234.42	1,412.14	2,234.42
Total	3,091.47	3,609.99	2,923.06	3,609.99
5. Capital Employed				
(Segment Assets-Segment Liabilities)				
a) Iron Ore	5,669.14	5,619.81	4,020.66	5,619.81
b) Pellet, Other Minerals & Services	577.85	580.50	612.04	580.50
c) Unallocated	21,400.29	20,936.58	21,960.25	20,936.58
Total	27,647.28	27,136.89	26,592.95	27,136.89





NOTES :

1. The Audit Committee has reviewed the above results and the same have been subsequently approved by the Board of Directors in the meeting held on 27th August 2020.
2. The unaudited financial results have been reviewed by the Statutory Auditors as required under Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. An amount of Rs. 29.40 crore is provided towards Expected Credit Loss (ECL) during current quarter included in other expenses.
4. Mining Department, Chhattisgarh has been seeking compensation to be paid on the basis of the Common Cause Judgement of Hon'ble Supreme court related to Orissa mines in the Writ Petition Civil No 114 of 2014 dated 2nd August 2017. Show cause notices were issued for which the company has all along been reiterating the fact of non-applicability of the Hon'ble Supreme Court Judgement in the state of Chhattisgarh. Distt. Collector, South Bastar, Dantewada issued Demand notices dated 15/11/2019 for an amount of Rs 1,623.44 Crore (Bachel - Rs 1,131.97 Crore & Kirandul Rs 491.47 Crore) to be deposited within 15 days. As the Mining Leases of the company in the State of Chhattisgarh were expiring on 31.03.2020 and due for renewal, the Company paid an adhoc amount of Rs 600 Crore under protest and filed writ petitions in the Hon'ble High Court of Bilaspur, Chhattisgarh and a Revision application with Mines Tribunal, Ministry of Mines, Government of India, New Delhi praying to set aside the demand notices.

Hon'ble High Court of Bilaspur has heard the WPs on 19.02.2020 and sought certain clarifications from the respondent and directed 'no coercive action till 12.03.2020 and listed the case for 12.03.2020. However due to COVID-19 situation, no further hearings could take place

The demand amount of Rs 1,623.44 Crore has been included under 'Contingent Liabilities'.

5. The Government of Karnataka, while renewing the lease of NMDC's Donimalai Iron Ore Mine, has imposed a new condition asking for a premium of 80% on the average sale value. As the demand of the State Govt. is not as per the provisions of the MMDR Act 2015 and Mineral (Mining by Government Company) Rules, 2015, the company requested the Govt. to reconsider its decision.

Since there was no positive response from the State Govt, the company has suspended its operations from 4th November 2018 and moved to the Hon'ble High Court of Karnataka praying for a suitable direction in the matter. The Hon'ble High Court of Karnataka in its judgement dated 10th July 2019 has passed an order setting aside the condition imposed for levying 80 % premium. On the basis of the judgement, NMDC has requested the State Govt. to consider the execution of Lease Deed of Donimalai Mine.

The Government of Karnataka issued an Order dated 17.08.2019 withdrawing the approval for extension of the Donimalai mining lease and with a direction to the Director of DMG to auction the said block. In this regard, the Company on 19.08.2019 filed 'Revision application' before The Hon'ble Mines Tribunal, Government of India. Meanwhile, the State Government issued a notification dated 20.08.2019 inviting tender for auction of the Donimalai Mining block. On 21.08.2019 Hon'ble Mines Tribunal heard the submissions and stayed the Order dated 17.08.2019 issued by the Government of Karnataka withdrawing the extension of lease and any consequent action thereon until the next date of hearing. The matter is pending with Hon'ble Mines Tribunal.

Meanwhile, Ministry of Mines has amended the 'Mineral (Mining by Government Company) Rules, 2015 with regard to renewal of mining leases allocated to Government Companies. Earlier the rule 3 (2) stated that if an application for renewal of mining leases is made to the State Government by a Government company, the State Government "MAY", for reasons to be recorded in writing, extend the period of the mining lease for further periods of up to twenty years at a time ". Now the rule is amended by substituting the word "MAY" with "SHALL ". Now the rule reads as "SHALL" for reasons to be recorded in writing, extend the period of mining lease for further periods of up to twenty years at a time ".

Even though the company is regularly corresponding with the State Government for extending the lease, response of the State Government is still awaited.





The last hearing at Mines Tribunal took place on 04.03.2020 where in the State Government has requested adjournment upto 24.03.2020. No further hearings could take place due to COVID-19 situation. The Company will be filing an application before Hon'ble Mines Tribunal seeking early hearing.

6. Other Expenses includes Rs. 150 crores, towards contribution to "Prime Minister's Citizen Assistance and Relief in Emergency Situation Fund" (P.M. CARES Fund), during the current period ended 30th June 2020.
7. The COVID-19 had an impact on the operations of the company during the current quarter ended June 2020. There has been a loss of around 18.23 LT of production and 23.94 LT of Sales of Iron Ore. This has resulted in a loss in Sales revenue of around Rs. 737 crores and PBT of Rs. 317 crores for the current reported period.
8. Figures for the previous period have been regrouped wherever considered necessary so as to conform to the classification of the current period.

For M/s Sagar and Associates
Chartered Accountants

FRN No. 003510S


(CA. B. Srinivasa Rao)
Partner

Membership No: 202352



For NMDC Limited,



(Amitava Mukherjee)
Director (Finance)
DIN- No: 08265207

Place : Hyderabad

Date : 27th August 2020

Our website : www.nmdc.co.in



**Independent Auditor's Limited Review Report on Unaudited Standalone
Financial Results of NMDC LIMITED for the quarter ended 30th June, 2020
Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure
requirement) Regulations, 2015**

To
The Board of Directors
NMDC Limited

We have reviewed the accompanying statement of unaudited standalone financial results of NMDC LIMITED (the "Company") for the quarter ended June 30, 2020 (the "Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR/CFD/CMD1/44/2019 dated 29th March, 2019 ("the Circular"). This Statement includes the results of the six (6) branches of the Company, which have been subjected to a limited review by the branch auditor of the Company. The branch auditor's reports were forwarded to us and the same has been dealt with in preparing this report, in the manner considered necessary by us.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, have been prepared on the basis of related financial statements which is in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting 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 these financial statements based on our review.

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. 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

1. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other recognized accounting practices and policies, 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.

For M/s SAGAR & ASSOCIATES

Chartered Accountants

Firm Registration No. 003510S



B. Srinivasa Rao

(CA. B Srinivasa Rao)

Partner

Membership No. 202352

UDIN:20202352AAAFX6345

Place: Hyderabad

Date: 27th August 2020

एन एम डी सी



NMDC

एन एम डी सी लिमिटेड NMDC Limited

(भारत सरकार का उद्यम) (A GOVT. OF INDIA ENTERPRISE)

पंजीकृत कार्यालय : 'खनिज भवन', 10-3-311/ए, कैसल हिल्स, मासाब टैंक, हैदराबाद - 500 028.

Regd. Office : 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad - 500 028.

नैगम पहचान संख्या / Corporate Identity Number : L13100TG1958 GOI 001674

Statement of Un-Audited Consolidated Financial Results for the Quarter ended 30th June 2020

INR in crore

Particulars	Quarter Ended			Year Ended
	30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
	Un-audited	Audited	Un-audited	Audited
I. Revenue from operations	1,937.50	3,187.34	3,263.74	11,699.22
II. Other Income	71.77	133.61	122.91	514.36
III. Total income (I+II)	2,009.27	3,320.95	3,386.65	12,213.58
IV. Expenses				
(a) Consumption of raw materials	5.24	5.00	7.95	36.48
(b) Consumption of stores & spares	47.60	73.42	50.61	243.15
(c) Changes in inventories of finished goods and work-in-progress	(56.62)	(40.95)	(12.07)	(53.83)
(d) Employee benefit expense	254.61	290.56	253.75	1,049.36
(e) Royalty and other levies	421.03	584.08	581.75	2,096.29
(f) Selling exps incl. freight	119.73	203.18	190.10	702.43
(g) Depreciation and amortisation	57.39	67.68	64.88	294.93
(h) Finance cost	9.32	(21.33)	11.73	9.88
(i) Other expenses	392.52	584.32	326.06	1,623.42
Total expenses	1,250.82	1,745.96	1,474.76	6,002.11
V. Profit from ordinary activities before exceptional items and Tax (III-IV)	758.45	1,574.99	1,911.89	6,211.47
VI. Exceptional items - Expenses/(Income)	-	96.44	-	96.44
VII. Profit before tax (V-VI)	758.45	1,478.55	1,911.89	6,115.03
VIII. Tax expense				
a) Current Tax	230.40	336.05	689.31	1,555.59
b) Earlier Year Tax (Net)	-	771.47	-	771.47
c) Deferred Tax	(3.73)	23.70	44.43	185.66
Total tax expense	226.67	1,131.22	733.74	2,512.72
IX. Profit for the period from continuing operations (VII-VIII)	531.78	347.33	1,178.15	3,602.31
X. Loss from discontinued operations	(0.57)	(0.43)	(0.22)	(1.05)
XI. Tax Expenses of discontinued operations	(0.14)	(0.10)	(0.08)	(0.26)
XII. Loss from Discontinued operations (after tax)	(0.43)	(0.33)	(0.14)	(0.79)
XIII. Profit for the period (IX+XII) :	531.35	347.00	1,178.01	3,601.52
XIV Share of Loss of Associates/JVs	(0.43)	(31.18)	(6.65)	(28.56)
XV Non-Controlling Interest (Profit)/Loss	(0.09)	0.43	(0.20)	(0.33)
XVI. Net Profit/loss after taxes, Non-Controlling Interest and share of profit /loss of Associates (XIII+XIV-XV) :	531.01	315.39	1,171.56	3,573.29
XVII. Other Comprehensive income/(expenses) (net of income tax)	(18.77)	(14.78)	13.58	6.99
XVIII. Total Comprehensive Income for the period (XVI+XVII)	512.24	300.61	1,185.14	3,580.28
XIX. Paid-up Equity Share Capital	306.19	306.19	306.19	306.19
XX. Face value per share (Re)	1.00	1.00	1.00	1.00
XXI. EPS for the period (Rs.)-basic and diluted	1.73	1.03	3.83	11.67
	Not Annualised			Annualised



Cont... 2



-2-

Segment wise Consolidated Revenue, Results and Capital Employed for the Quarter ended 30th June 2020

INR in Crore

Particulars	Quarter Ended			Year Ended
	30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
	Un-audited	Audited	Un-audited	Audited
1. Segment Revenue				
(Sale /income from each segment)				
a) Iron Ore	1,922.89	3,166.70	3,212.14	11,568.90
b) Pellet ,Other Minerals & Services	14.61	20.64	51.49	130.21
Total	1,937.50	3,187.34	3,263.63	11,699.11
Less: Inter segment revenue	-	-	(0.11)	(0.11)
Sales / Income from Operations	1,937.50	3,187.34	3,263.74	11,699.22
2. Segment Results				
(profit (+) / loss (-) before tax and interest from each segment)				
a) Iron Ore	949.94	1,599.14	1,904.69	6,130.89
b) Pellet, Other Minerals & Services	(36.53)	(144.53)	(28.04)	(135.38)
Total	913.41	1,454.61	1,876.65	5,995.51
Less: Finance Cost	9.32	(21.33)	11.73	9.88
Add : Other unallocable income net off unallocable expenditure	(146.21)	2.18	46.75	128.35
Total Profit Before Tax (incl discontinued operations)	757.88	1,478.12	1,911.67	6,113.98
3. Segment Assets				
a) Iron Ore	6,845.53	6,945.73	5,491.03	6,945.73
b) Pellet ,Other Minerals & Services	590.30	599.00	630.23	599.00
c) Unallocated	23,459.45	23,352.63	23,509.62	23,352.63
Total	30,895.28	30,897.36	29,630.88	30,897.36
4. Segment Liabilities				
a) Iron Ore	1,184.77	1,341.91	1,481.21	1,341.91
b) Pellet ,Other Minerals & Services	31.15	36.92	33.02	36.92
c) Unallocated	1,878.11	2,234.48	1,412.16	2,234.48
Total	3,094.03	3,613.31	2,926.39	3,613.31
5. Capital Employed				
(Segment Assets-Segment Liabilities)				
a) Iron Ore	5,660.76	5,603.82	4,009.82	5,603.82
b) Pellet ,Other Minerals & Services	559.15	562.08	597.21	562.08
c) Unallocated	21,581.34	21,118.15	22,097.46	21,118.15
Total	27,801.25	27,284.05	26,704.49	27,284.05





-3-

NOTES :

1. The Audit Committee has reviewed the above results and the same have been subsequently approved by the Board of Directors in the meeting held on 27th August 2020.
2. The unaudited financial results have been reviewed by the Statutory Auditors as required under Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. The financial results have been prepared in accordance with the recognition and measurement principles of Ind-AS, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
4. An amount of Rs. 29.40 crore is provided towards Expected Credit Loss (ECL) during current quarter included in other expenses.
5. Mining Department, Chattisgarh has been seeking compensation to be paid on the basis of the Common Cause Judgement of Hon' Supreme court related to Orissa mines in the Writ Petition Civil No 114 of 2014 dated 2nd August 2017. Show cause notices were issued for which the company has all along been reiterating the fact of non-applicability of the Hon'ble Supreme Court Judgement in the state of Chhattisgarh. Distt. Collector, South Bastar, Dantewada issued Demand notices dated 15/11/2019 for an amount of Rs 1,623.44 Crore (Bachel - Rs 1,131.97 Crore & Kirandul Rs 491.47 Crore) to be deposited within 15 days. As the Mining Leases of the company in the State of Chhattisgarh were expiring on 31.03.2020 and due for renewal, the Company paid an adhoc amount of Rs 600 Crore under protest and filed writ petitions in the Hon'ble High Court of Bilaspur, Chhattisgarh and a Revision application with Mines Tribunal, Ministry of mines, Government of India, New Delhi praying to set aside the demand notices.

Hon'ble High Court of Bilaspur has heard the WPs on 19.02.2020 and sought certain clarifications from the respondent and directed 'no coercive action till 12.03.2020 and listed the case for 12.03.2020. However due to COVID-19 situation, no further hearings could take place

The demand amount of Rs 1,623.44 Crore has been included under 'Contingent Liabilities'.

6. The Government of Karnataka, while renewing the lease of NMDC's Donimala i Iron Ore Mine, has imposed a new condition asking for a premium of 80% on the average sale value. As the demand of the State Govt. is not as per the provisions of the MMDR Act 2015 and Mineral (Mining by Government Company) Rules, 2015, the company requested the Govt. to reconsider its decision.

Since there was no positive response from the State Govt, the company has suspended its operations from 4th November 2018 and moved to the Hon'ble High Court of Karnataka praying for a suitable direction in the matter. The Hon'ble High Court of Karnataka in its judgement dated 10th July 2019 has passed an order setting aside the condition imposed for levying 80 % premium. On the basis of the judgement, NMDC has request ed the State Govt. to consider the execution of Lease Deed of Donimalai Mine.

The Government of Karnataka issued an Order dated 17.08.2019 withdrawing the approval for extension of the Donimalai mining lease and with a direction to the Director of DMG to auction the said block. In this regard, the Company on 19.08.2019 filed 'Revision application' before The Hon'ble Mines Tribunal, Government of India. Meanwhile, the State Government issued a notification dated 20.08.2019 inviting tender for auction of the Donimalai Mining block. On 21.08.2019 Hon'ble Mines Tribunal heard the submissions and stayed the Order dated 17.08.2019 issued by the Government of Karnataka withdrawing the extension of lease and any consequent action thereon until the next date of hearing. The matter is pending with Hon'ble Mines Tribunal.





Meanwhile, Ministry of Mines has amended the 'Mineral (Mining by Government Company) Rules ,2015 with regard to renewal of mining leases allocated to Government Companies. Earlier the rule 3 (2) stated that if an application for renewal of mining leases is made to the State Government by a Government company, the State Government "MAY", for reasons to be recorded in writing , extend the period of the mining lease for further periods of up to twenty years at a time ". Now the rule is amended by substituting the word "MAY" with "SHALL ". Now the rule reads as "SHALL" for reasons to be recorded in writing, extend the period of mining lease for further periods of up to twenty years at a time ".

Even though the company is regularly corresponding with the State Government for extending the lease, response of the State Government is still awaited.

The last hearing at Mines Tribunal took place on 04.03.2020 where in the State Government has requested adjournment upto 24.03.2020. No further hearings could take place due to COVID-19 situation. The Company will be filing an application before Hon'ble Mines Tribunal seeking early hearing.

7. Other Expenses includes Rs.150 crores, towards contribution to "Prime Minister's Citizen Assistance and Relief in Emergency Situation Fund" (P.M. CARES Fund), during the current period ended 30th June 2020.
8. The COVID-19 had an impact on the operations of the company during the current quarter ended June 2020. There has been a loss of around 18.23 LT of production and 23.94 LT of Sales of Iron Ore. This has resulted in a loss in Sales revenue of around Rs. 737 crores and PBT of Rs. 317 crores for the current reported period.
9. Figures for the previous period have been regrouped wherever considered necessary so as to conform to the classification of the current period.

For M/s Sagar and Associates
Chartered Accountants
FRN No. 003510S

(CA. B. Srinivasa Rao)
Partner
Membership No: 202352



Place : Hyderabad
Date : 27th August 2020

For NMDC Limited,

(Amitava Mukherjee)
Director (Finance)
DIN- No: 08265207



Independent Auditor's Review Report on Consolidated Unaudited Financial Results of NMDC LIMITED for the Quarter ended 30th June 2020 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure requirement) Regulations 2015.

To

The Board of Directors

NMDC Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of NMDC LIMITED (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net profit after tax and total comprehensive income of its associates and joint ventures for the quarter ended June 30, 2020 (the "Statement"), 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 "Regulation") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29th March, 2019 (the "Circular"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended June 30, 2019, as reported in the Statement, 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 the 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:

SI. No.	Name of the entities
1	Legacy Iron Ore Limited, Australia
2	J & K Mineral Development Corporation Limited, India
3	NMDC Power Limited, India
4	Karnataka Vijaynagar Steel Limited, India
5	NMDC Steel Limited, India
6	Jharkhand Kolhan Steel Limited, India
7	NMDC SARL, Madagascar (under Closer), Africa
8	NMDC CSR Foundation, India (NCF) (Not-for-profit company, incorporated under section -8 of companies Act, 2013)- Not considered for consolidation.

Joint Ventures:

SI. No.	Name of the entities
1	NMDC-CMDC Limited, India
2	Jharkhand National Mineral Development Corporation Limited, India
3	Kopano- NMDC Minerals (Proprietary) Limited, South Africa
4	NMDC SAIL Limited, India
5	Bastar Railway Pvt. Limited, India



Associates:

Sl. No.	Name of the entities
1	International Coal Venture Limited, India
2	Nilachal Ispat Nigam Limited, India
3	Krishnapatnum Railway Company Limited, India
4	Chhattisgarh Mega Steel Limited, India
5	Remelt-Sail (India) Limited - Under closure, Africa

5. Based on our review conducted 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 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles 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.
6. We did not review the interim financial statements /financial information/ financial results of six (6) branches included in the standalone unaudited interim financial statements/ financial information/ financial results of the entities included in the Group, whose results reflect total revenues of Rs. 1,937.50 crores, total net profit / (loss) after tax of Rs. 531.78 crores and total comprehensive income of Rs. 512.24 crores for the period ended June 30, 2020, as considered in the standalone unaudited interim financial statements/ financial information/ financial results of the entities included in the Group. The interim financial statements/ financial information / financial results of these branches have been reviewed by the branch auditors and other auditors whose reports have been furnished to us or other auditors, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these branches and joint operations, is based solely on the report of such branch



auditors and other auditors and the procedures performed by us as stated in paragraph 3 above.

7. The consolidated unaudited financial results includes the interim financial statements/ financial information/ financial results of seven (7) subsidiaries which have not been reviewed/audited by their auditors, whose interim financial statements/ financial information/ financial results reflect total revenue of Rs. 0.00 crores, total net (loss) after tax of Rs (1.54) crores and total comprehensive loss of Rs. (1.54) crores for the period ended June 30,2020, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also includes the Group's share of net (loss) after tax of Rs (0.43) crores and total comprehensive loss of Rs (0.43) crores for the period ended June 30, 2020, as considered in the consolidated unaudited financial results, in respect of five (5) associates and five (5) joint ventures, based on their interim financial statements/ financial information/ financial results which have not been reviewed/audited by their auditors. According to the information and explanations given to us by the Management, these interim financial statements / financial information / financial results are not material to the Group.

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

For M/s SAGAR & ASSOCIATES
Chartered Accountants
Firm Registration No. 003510S



Srinivasa Rao
(CA) **B Srinivasa Rao**
Partner
Membership No. 202352

UDIN: 20202352AAAAFY3861

Place: Hyderabad

Date: 27th August 2020