



स्टील अथॉरिटी ऑफ इण्डिया लिमिटेड
STEEL AUTHORITY OF INDIA LIMITED

No.CA-17(44)/2020

July 10, 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

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

Sub: Audited Financial Results for the quarter/year ended 31st March 2020

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. 10th July, 2019, inter-alia, considered and approved the Audited Standalone and Consolidated Financial Results of the Company for the quarter/ year ended 31st March, 2020.

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

- Audited Standalone and Consolidated Financial Results for the quarter/year ended 31st March, 2020 alongwith Segment information, Statement of assets and liabilities and Cash flow Statement.
- Auditors' Report on Standalone and Consolidated Financial Results of the Company.
- Statement on Impact of Audit Qualifications for the financial year ended 31st March 2020.
- Certificate for receipt and noting of information from IDBI Trusteeship Services Ltd. under Regulation 52(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- Press Release.

The Board Meeting commenced at 1030 hours and concluded at 1730 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@sailex.com, Website: www.sail.co.in

Statement of Standalone Audited Financial Results for the Quarter and Year ended 31st March, 2020

₹ Crore unless stated otherwise

Sl. No.	Particulars	STANDALONE				
		Quarter ended			Year ended	
		31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
	Audited	Unaudited	Audited	Audited	Audited	
1	Income					
	(a) Revenue from operations	16171.79	16541.31	18506.29	61660.55	66967.31
	(b) Other income	457.01	186.63	246.07	985.22	532.82
	Total Income	16628.80	16727.94	18752.36	62645.77	67500.13
2	Expenses					
	a) Cost of materials consumed	6665.75	7037.24	8705.96	29212.87	32290.91
	b) Changes in inventories of finished goods, work-in-progress and by-products {(including ₹ -4120.85 crore in respect of by-products) (refer note no. 7)}	(5082.72)	1939.58	647.38	(5555.82)	(2716.62)
	c) Employee benefits expense	2751.80	2024.36	2307.54	8781.32	8830.34
	d) Finance costs	908.63	849.38	803.39	3486.76	3154.92
	e) Depreciation and amortisation expenses	1055.21	926.25	890.26	3755.05	3384.72
	f) Other expenses	5377.20	4542.54	4630.93	19023.17	18828.57
	Total Expenses	11675.87	17319.35	17985.46	58703.35	63772.84
3	Profit / (Loss) before Exceptional items and Tax	4952.93	(591.41)	766.90	3942.42	3727.29
	Add/(Less): Exceptional items	(771.76)	-	(54.56)	(771.76)	(389.40)
4	Profit / (Loss) before Tax	4181.17	(591.41)	712.34	3170.66	3337.89
	Less: Tax expense					
	Current tax	224.14	-	-	224.14	-
	Deferred tax	1420.08	(201.25)	240.06	1073.73	1154.23
	MAT credit	(214.75)	-	-	(214.75)	-
	Current tax (earlier years)	26.54	39.46	3.88	66.00	4.84
5	Net Profit / (Loss) for the period	2725.16	(429.62)	468.40	2021.54	2178.82
	Other Comprehensive Income (OCI)					
A	(i) Items that will not be reclassified to profit or loss	(194.95)	10.77	371.83	(177.61)	387.87
	(ii) Income tax relating to items that will not be reclassified to profit or loss	65.65	(2.22)	(130.03)	61.90	(128.79)
6	Total Comprehensive Income / (Loss) for the period	2595.86	(421.07)	710.20	1905.83	2437.90
7	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53
8	Other equity excluding revaluation reserve				35646.85	34021.04
9	Earnings per equity share (of ₹10/- each) (not annualised)					
	1. Basic (₹)	6.60	(1.04)	1.13	4.89	5.27
	2. Diluted (₹)	6.60	(1.04)	1.13	4.89	5.27
10	Debt Equity Ratio				1.36	1.18
11	Debt Service Coverage Ratio (Number of times)				0.60	1.04
12	Interest Service Coverage Ratio (Number of times)				1.83	1.79

Note: Refer accompanying notes to the financial results.



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STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(₹ crore)

Particulars	STANDALONE	
	As at 31.03.2020	As at 31.03.2019
	Audited	Audited
ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	65369.42	59907.26
(b) Capital work-in-progress	8751.56	16013.50
(c) Right of use assets	2205.08	-
(d) Investment property	1.12	1.09
(e) Intangible assets	1443.42	1450.86
(f) Financial assets		
(i) Investments	1584.98	1584.75
(ii) Loans	664.59	563.98
(iii) Other financial assets	446.56	258.41
(g) Deferred tax assets (net)	2078.99	2898.38
(h) Current tax assets (net)	152.35	153.63
(i) Other non-current assets	1481.29	1356.60
Total non-current assets	84179.36	84188.46
(2) Current assets		
(a) Inventories	23747.20	19441.80
(b) Financial assets		
(i) Trade receivables	8812.39	4495.05
(ii) Cash and cash equivalents	153.43	34.59
(iii) Bank balances other than (ii) above	209.82	184.83
(iv) Loans	49.67	53.24
(v) Other financial assets	2188.99	2160.88
(c) Other current assets	5729.75	5867.41
	40891.25	32237.80
Assets classified as held for sale	27.20	11.47
Total current assets	40918.45	32249.27
TOTAL ASSETS	125097.81	116437.73
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity share capital	4130.53	4130.53
(b) Other equity	35646.85	34021.04
Total equity	39777.38	38151.57
(2) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	34560.03	30802.66
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	-	-
(b) total outstanding dues of creditors other than micro and small enterprises	6.66	6.82
(iii) Other financial liabilities	1295.59	1330.62
(b) Provisions	4108.80	4295.41
(c) Other non-current liabilities	397.51	253.19
Total non-current liabilities	40368.59	36688.70
(3) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	16640.78	10631.22
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	47.99	67.45
(b) total outstanding dues of creditors other than micro and small enterprises	6272.39	7190.54
(iii) Other financial liabilities	13732.40	14693.31
(b) Other current liabilities	5723.85	6706.17
(c) Provisions	2354.93	2308.77
(d) Current tax liabilities (net)	179.50	-
Total current liabilities	44951.84	41597.46
TOTAL EQUITY AND LIABILITIES	125097.81	116437.73



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STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

₹ Crore unless stated otherwise

Particulars	STANDALONE				
	Quarter ended			Year ended	
	31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Segment revenue from operations					
- Bhilai Steel Plant	5433.56	5316.65	4855.98	19486.57	17018.01
- Durgapur Steel Plant	2058.26	2074.99	2508.38	7727.08	9099.37
- Rourkela Steel Plant	3183.83	3179.12	4153.93	12537.94	15604.54
- Bokaro Steel Plant	3423.46	3629.50	4293.87	13412.36	16455.96
- IISCO Steel Plant	1996.61	2170.94	2555.04	7752.11	7947.93
- Alloy Steels Plant	137.46	168.22	203.76	714.40	820.73
- Salem Steel Plant	332.71	417.42	509.27	1573.55	1700.71
- Visvesvaraya Iron & Steel Plant	24.05	34.15	24.02	100.59	179.81
- Others	1246.62	1037.46	1357.53	4733.25	5071.99
Total segment revenue	17836.56	18028.45	20461.78	68037.85	73899.05
Less: Inter-segment revenue	1664.77	1487.14	1955.49	6377.30	6931.74
Net revenue from operations	16171.79	16541.31	18506.29	61660.55	66967.31
Segment results (Profit / (Loss) before interest, exceptional items and tax)					
- Bhilai Steel Plant	1669.86	712.99	524.66	3398.94	1608.91
- Durgapur Steel Plant	45.78	(77.88)	190.33	(107.87)	586.63
- Rourkela Steel Plant	468.71	(205.40)	498.27	321.20	2109.74
- Bokaro Steel Plant	267.90	(65.97)	589.37	468.53	2290.86
- IISCO Steel Plant	(25.21)	(152.25)	82.22	(432.97)	303.46
- Alloy Steels Plant	(23.77)	(22.48)	(1.66)	(63.71)	(5.28)
- Salem Steel Plant	(29.72)	(57.58)	(34.71)	(227.93)	(120.50)
- Visvesvaraya Iron & Steel Plant	(11.27)	(19.71)	(13.00)	(73.85)	(73.49)
- Others	3499.28	146.25	(265.19)	4146.84	181.88
Total	5861.56	257.97	1570.29	7429.18	6882.21
Less: Finance costs	908.63	849.38	803.39	3486.76	3154.92
Less: Exceptional items	771.76	-	54.56	771.76	389.40
Profit / (Loss) before Tax	4181.17	(591.41)	712.34	3170.66	3337.89
Segment Assets					
- Bhilai Steel Plant	32783.83	32291.41	31549.20	32783.83	31549.20
- Durgapur Steel Plant	6892.20	6801.31	6548.52	6892.20	6548.52
- Rourkela Steel Plant	21078.70	20546.24	20076.32	21078.70	20076.32
- Bokaro Steel Plant	16174.56	16023.19	15292.37	16174.56	15292.37
- IISCO Steel Plant	18106.14	18294.93	18856.76	18106.14	18856.76
- Alloy Steels Plant	564.29	577.50	572.30	564.29	572.30
- Salem Steel Plant	2485.32	2519.67	2856.49	2485.32	2856.49
- Visvesvaraya Iron & Steel Plant	347.12	361.93	419.41	347.12	419.41
- Others	26665.65	21982.12	20266.36	26665.65	20266.36
Total	125097.81	119398.30	116437.73	125097.81	116437.73
Segment Liabilities					
- Bhilai Steel Plant	8530.29	7895.84	7709.02	8530.29	7709.02
- Durgapur Steel Plant	2549.61	2490.64	2451.24	2549.61	2451.24
- Rourkela Steel Plant	4230.47	4361.56	4421.29	4230.47	4421.29
- Bokaro Steel Plant	3185.82	3326.78	3418.32	3185.82	3418.32
- IISCO Steel Plant	1512.93	1569.22	1693.55	1512.93	1693.55
- Alloy Steels Plant	202.62	184.57	198.85	202.62	198.85
- Salem Steel Plant	312.33	334.69	368.95	312.33	368.95
- Visvesvaraya Iron & Steel Plant	56.15	58.78	66.57	56.15	66.57
- Others	30180.18	31067.50	27155.71	30180.18	27155.71
Unallocated Liabilities	34560.03	30926.72	30802.66	34560.03	30802.66
Total	85320.43	82216.30	78286.16	85320.43	78286.16

Note :

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



STEEL AUTHORITY OF INDIA LIMITED
STANDALONE CASH FLOW STATEMENT

(₹ Crore)

	For the year ended 31st	For the year ended 31st
	March, 2020	March, 2019
	(Audited)	(Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	3170.66	3337.89
Adjustments for:		
Depreciation and amortisation expenses	3755.05	3384.72
Loss/(Gain) on disposal of fixed assets (net)	49.43	45.27
Interest income	(139.55)	(123.95)
Dividend income	(86.65)	(44.44)
Finance costs	3387.02	3154.92
Unrealised Loss/(Gain) on foreign exchange fluctuations	99.74	41.69
Loss/(Gain) on sale of non-current investments	(0.59)	-
Bad debts and provision for doubtful advances/receivables	76.12	65.12
Other provisions	212.86	177.32
Unclaimed balances and excess provisions written back	(406.97)	(146.86)
Operating Profit/(Loss) before working capital changes	10117.12	9891.68
Changes in assets and liabilities:		
Trade receivables	(4385.41)	(676.19)
Loans, other financial assets and other assets	(199.82)	(39.76)
Trade payable	(937.77)	(282.07)
Other financial liabilities, other liabilities and provisions	(666.83)	979.03
Inventories	(4490.81)	(2606.83)
Cash flow from operating activities post working capital changes	(563.52)	7265.86
Income tax paid (net)	(87.05)	35.71
Net cash flow from operating activities (A)	(650.57)	7301.57
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment (including capital work-in-progress) and intangibles	(4672.30)	(3979.05)
Proceeds from sale/disposal of property, plant & equipment	223.23	100.71
Purchase of current and non-current investments	11.74	(35.49)
Movement in fixed deposits (net)	(24.99)	(10.22)
Interest received	139.55	123.95
Dividend received	86.65	44.44
Net cash flows/(used) in investing activities (B)	(4236.12)	(3755.66)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings (net)	2897.82	1374.42
Proceeds from short-term borrowings (net)	6009.56	(1613.10)
Finance cost paid	(3653.78)	(3352.09)
Dividend paid (including tax)	(248.07)	-
Net cash flows/(used) in financing activities (C)	5005.53	(3590.77)
D. Net change in cash and cash equivalents (A+B+C)	118.84	(44.86)
Cash and cash equivalents at the beginning of the year	34.59	79.45
Cash and cash equivalents at the end of the year	153.43	34.59

The amendments to Ind AS 7 - Statement of Cash Flows requires the entity to provide disclosures that enables users of financial statements to evaluate changes in liabilities arising from financial activities, including both changes arising from cash flows and non cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in Balance Sheet for liabilities arising from financial activities, to meet the disclosure requirement. The required disclosure is given below. There is no other impact on the financial statements due to this amendment.

Non cash changes					(₹ crore)
	As at	Cash Flows	Fair Value	Current/Non	As at
	31.03.2019		Changes	Current	31.03.2020
				Classification	
Borrowings- Non Current	30802.66	1,988.86	4,490.69	(2,601.78)	34680.43
Current Maturities of Long Term Debt	3607.71	(3,607.71)	-	2601.78	2601.78
Borrowings - Current	10631.22	5,894.49	114.74	-	16640.45

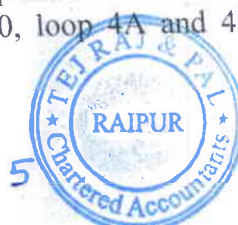
The cash flow statement has been prepared using the Indirect Method as set out in Ind AS-7, Statement of Cash Flows. The accompanying notes are an integral part of these standalone financial statements.



Notes to Standalone Financial Results:

1. The above results have been reviewed by the Audit Committee in its meeting held on 9th July, 2020 and have been approved by the Board of Directors in its meeting held on 10th July, 2020. The financial results have been audited by the Statutory Auditors as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. The Audited Accounts are subject to review by the Comptroller and Auditor General of India under section 143(6) of the Companies Act, 2013.
2. The figures for the quarter ended 31st March, 2020, represent the derived figures between the audited figures in respect of the current full Financial Year ended 31st March, 2020 and the published year to date figures up to 31st December, 2019, being the date of the end of the 3rd quarter of the current Financial Year.
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 year ended 31st March, 2020: ₹7634.55 crore (previous year: ₹5012.76 crore). Cumulatively such sale pending finalization of price upto 31st March, 2020 is : ₹8074.36 crore (upto previous year: ₹17252.66 crore).

(ii) The prices of Rails supplied by the Company to Indian Railways during the period 2015-16 to 2018-19 were finalized during the current year. As a result, the differential amount of ₹1411.36 crores has been recognized as revenue from operations during the year.
5. The Company has an accumulated stock of non-granulated Blast Furnace Slag and LD Slag generated in the Blast Furnaces and LD Converters. These slags contain some element of Iron and Steel scrap which are routinely extracted, and either consumed in the Company or sold. Since the embedded scrap has economic value, the estimated stock of scrap as on 31st March-20, was assessed and valued, based on a detailed survey and technical analysis conducted by the Company, as follows:
 - (i) Iron and Steel scrap embedded in various slag dumps at Rourkela and Bokaro Steel Plants have been valued on estimated basis at ₹51.67 crore and ₹204.41 crore respectively and Granulated HMnO Slag & HMnO Slag fines at Chandrapur Ferro Alloy Plant have been valued at ₹32.35 crore, aggregating to ₹288.43 crore as part of inventories during the current financial year.
 - (ii) Iron and Steel scrap embedded in slag generated during the year at Durgapur Steel Plants have been valued on estimated basis at ₹16.74 crore and considered as part of inventory during the current financial year.
 - (iii) The Slag Dump between the Railway Tracks 4A & 4B of Bhilai Steel Plant was a live dump area where hot slag was being unloaded till 15th March, 2020. As railway tracks were in operation for slag dumping, it was impossible to access the slag and extract the scrap from it. During the financial year 2019-20, loop 4A and 4B was disconnected and declared



abandoned due to safety concern of electrical tower on the side of line 4A and curvature of loop 4A-4B becoming very sharp. As a result further dumping of slag was stopped. The railway track was also dismantled, thereby making the Dump accessible for recovery of scrap. Since, the access to the Slag Dump became possible during the year, due to the events that occurred during year (namely abandonment and dismantling of railway track), Iron and Steel scrap embedded in slag dumps at Bhilai Steel Plant have been valued on estimated basis at ₹410.51 crore based on detailed survey and technical analysis conducted by Company during the current financial year.

6. Based on installation of Slime Beneficiation Plant at Dalli Mechanised Mines on BOO basis, 'Grant of Consent' to Operate dated 8th November, 2019 received from the Chhattisgarh Environment Conservation Board and captive consumption of beneficiated material, Bhilai Steel Plant has valued inventory of 5.60 million tonne of Slime containing the iron ore fines at ₹234.92 crore during the current financial year.
7. The Company has a stock of 42.98 million tonnes (estimated in previous year at 41.52 million tonnes) of sub grade iron ore fines at various mines of the Company. The low Iron content of these Fines made them unsuitable for consumption in the Steel Plants of the company. Moreover, the Government of India, vide notification dated 19th September, 2012 prevented all captive miners (including the Company) from selling these sub-grade fines in the market. Since these materials could neither be consumed nor sold, they had no economic value, and therefore, no costs were assigned to these sub-grade fines till 2018-19 and considered as Inventory with NIL value.

In exercise of the powers conferred under Section 20A of the MMDR Act, 1957, the Ministry of Mines, Government of India, vide its order no. F.No.16/30/2019-M.VI dated 16th September, 2019 directed the concerned State Governments to allow the sale of sub-grade minerals lying at the captive mines of the Company, subject to ascertainment by the State Governments in consultation with the Indian Bureau of Mines, of the usability of such fines in the steel plant. Subsequently, by a clarification dated 4th January, 2020, Ministry of Mines has removed the condition of certification of usability.

On a clarification sought by the Company on the powers of the State Government in this matter, the Additional Solicitor General of India vide opinion dated 19th May, 2020, has opined that the above notification has been issued u/s 20A (2)(v) of the MMDR Act. The matter is under the Union List of Schedule VII of the Constitution and the power to issue directives vests entirely with the Central Government. It was specifically mentioned in the opinion that the State Governments have no power to deny SAIL the right to sell the fines.

Further, the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI), on a query made by the Company has opined vide their communication dated 6th June, 2020 that the accumulated sub-grade fines should be regarded as immaterial by-product and valued as inventory at Net Realizable Value as per Ind AS 2 (Inventories). Also, the increase in the carrying amount of such inventories due to the notification of the Central Government permitting sale should be recognized in the Statement of Profit and Loss as change in accounting estimates in accordance with the requirements of Ind AS 8 (Accounting Policies, Changes in Accounting Estimates and Errors).

The Company took steps for quantitative verification of SGFs at each of the mines and carried out qualitative analysis (including gradation) for 'Fe' content during the last quarter of current Financial Year.



Based on the aforesaid Order of the Central Government, Opinion of the Additional Solicitor General of India and the Opinion of the Expert Advisory Committee (EAC) of ICAI, the Company as at 31st March, 2020 has valued the Inventory of sub-grade fines of 42.98 million tonnes at Net Realisable Value (NRV) (net of write down due to Covid-19 impact – ₹329.67 crore considered as exceptional item – Refer note no. 8) amounting to ₹3791.18 crore by disclosing the same as a separate line item in the Financial Statements for the year ended on 31st March 2020.

The NRV was estimated by the management based on average selling price (ASP) of similar SGFs declared by Indian Bureau of Mines (IBM), a Government of India Organisation.

8. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of current and noncurrent assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has used internal and external sources of information. The Company has reviewed the impact of COVID-19 and expects the carrying amount of these assets will be recovered.

However, Exceptional items for the year and quarter ended 31st March, 2020 include the write down of ₹404.26 crore, ₹37.83 crore and ₹329.67 crore relating to Inventory of Finished/Semi finished goods, Inventory of Raw Material and Inventory of Sub-Grade Iron ore Fines respectively. As per the Company's current assessment, other than the writedown recorded, no significant impact on carrying amounts of property, plant and equipment, right-of-use assets, inventories intangible assets, trade receivables, investments and other financial assets is expected and it continues to monitor changes in future economic conditions. It has also been observed that the Company has adequate resources to continue operating for the foreseeable future and that the going concern basis for the preparation of its financial statements is appropriate.

The impact of COVID-19 on the Plant's/Unit's financial statements may differ from that estimated as at the date of these financial statements in view of uncertain situation.

9. 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 carry forward of additional depreciation. The Company has not yet exercised this option and continues to recognize the taxes on income for the quarter and current year ended 31st March, 2020 as per the earlier provisions.
10. 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 March, 2020, 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 ₹1668.35 crore have been treated by the Company as Contingent Liability (as on 31st March, 2019 - ₹1637.35 crore).
11. Hon'ble Supreme Court dismissed the SLP by the Company in respect of dispute with Damodar Valley Corporation(DVC) related to provisional tariff petition of electricity charges for 2009-14 vide order dated 18th January, 2017, keeping the question of law open. The Order of Central Electricity Regulatory Commission (CERC) dt.7/8/2013 related to Tariff of 2009-14 against



Petition No.275/GT/2012 has been challenged before Appellate Tribunal for Electricity (APTEL) (Appeal No.18 of 2014) in which the Company has also intervened and the order of APTEL is pending. Further, in respect of the civil appeal filed by Damodar Valley Corporation (DVC) pertaining to tariff of Financial Year 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. For the State of Jharkhand where the dispute of ₹587.72 arises, DVC has not filed its retail tariff petition before the Jharkhand State Electricity Commission on a plea that the issue of 'True-up value' and other related issues are still pending before the Ld. APTEL in Appeal No.163/2017. Pending fixation of such Electricity Tariffs, disputed demands of DVC of ₹587.72 crore upto 31st March, 2020 (upto 31st March, 2019, ₹587.72 crore) has been treated as Contingent Liability. Against the said claims, the entire amount has been paid to DVC and retained as advance. Further from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.

12. 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, Alloy Steels Plant and SAIL Growth Works, Kulti, 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. For the State of Jharkhand where the dispute of ₹587.72 arises, DVC has not filed its retail tariff petition before the Jharkhand State Electricity Commission on a plea that the issue of 'True-up value' and other related issues are still pending before the Ld. APTEL in Appeal No.163/2017. 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 March, 2020. Therefore, there is no adverse impact on profit for the quarter/financial year.

13. 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: 10th July, 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-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, 2nd Floor, Suite No. 2D, 2E & 2F, <u>Kolkata-700071</u>
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**Independent Auditors' Report on Standalone Ind AS Financial Results
of Steel Authority of India Limited for the Quarter and Year Ended 31st March, 2020
Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015, as amended**

To
The Board of Directors of
STEEL AUTHORITY OF INDIA LIMITED

Report on the audit of the Standalone Ind AS Financial Results

Qualified Opinion

We have audited the accompanying statement of Standalone Ind AS Financial Results of **Steel Authority of India Limited** ('the Company') for the quarter and year ended 31st March, 2020 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, and based on the consideration of reports of the branch auditors on separate audited financial statements, except for the effect of the matters described in the Basis for Qualified Opinion section of our report, these Standalone Ind AS Financial Results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS), and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter and year ended 31st March, 2020.



Basis for Qualified Opinion

The Company has not provided for:

- (i) Demand for Entry tax in various states amounting to ₹1,668.35 crore as on 31st March, 2020 [Refer Note No. 10] 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, 2020 [Refer Note No.11];

Impact of quantifiable part of the above qualifications on the result for the quarter and year ended 31st March, 2020 is as under:

In Crore

Particulars	Quarter ended 31.03.2020		Year ended 31.03.2020	
	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 Before Tax	4181.17	1925.10	3170.66	914.59
Tax expenses	1456.01	667.65	1149.12	360.76
Total Comprehensive Income	2595.86	1128.15	1905.83	438.12

We conducted our audit in accordance with the Standards 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 Auditors' Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Ind AS Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on the Standalone Ind AS Financial Results.

Emphasis of Matter

We draw attention to the following:

- (i) Note no. 8, which explains the uncertainties and the management's assessment of the financial impact due to outbreak of Covid-19 pandemic and lockdown/



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restrictions imposed by the Government. A definitive assessment of the impact is dependent upon future economic conditions.

- (ii) Note no. 7 on valuation of inventories of sub-grade fines of 42.98 million tonnes at net realisable value (net of write-down due to impact of COVID-19 - ₹329.67 crore considered as exceptional item) amounting to ₹3791.18 crore, and recognising the same as an increase in the carrying value of the inventories in the financial results for the quarter and year ended 31st March, 2020 as change in accounting estimate, based on notification issued by Government of India allowing the sale of sub-grade minerals lying at the captive mines of the Company, the opinion of the Additional Solicitor General of India and the opinion of the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI).
- (iii) Note no. 5 on valuation of Iron and Steel scrap embedded in various slag dumps considered under inventories on estimated basis valued at ₹715.68 crore as at 31st March, 2020.
- (iv) Note no. 6 on valuation of inventories of iron ore fines extractable from the desilted slime amounting to ₹234.92 crore as on 31st March 2020 in view of the installation of slime beneficiation plant at Bhilai Steel Plant during the financial year under report.
- (v) Note no. 4 - Revenue from operations include sales to Government agencies for ₹2,653.18 crore for the quarter ended 31st March 2020 and ₹ 7,634.55 crore for the year ended 31st March, 2020 (cumulative upto 31st March, 2020 ₹8,074.36 crore) which is recognised on provisional contract prices.

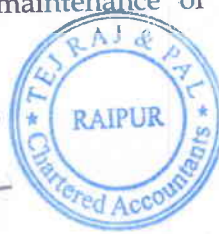
Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Standalone Ind AS Financial Results

These Standalone Ind AS Financial Results have been prepared on the basis of the audited Standalone Ind AS Financial Statements. The Company's Board of Directors is responsible for the preparation of these Financial Results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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



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controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Ind AS Financial Results, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Standalone Ind AS Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 Standalone Ind AS Financial Results.

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 Standalone Financial Results, 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, 2013, 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 the management.



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- 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 auditors' report to the related disclosures in the Standalone Ind AS Financial Results 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 auditors' 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 Standalone Ind AS Financial Results, including the disclosures, and whether the Standalone Ind AS Financial Results 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 relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

- We did not audit the financial statements of 8 branches included in the Standalone Ind AS Financial Results of the Company. The financial statements of these branches have been audited by the branch auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these branches, is based solely on the report of such branch auditors, except for the qualified opinion of Raw Material Division (RMD) branch auditors in respect of sub-grade fines, which after due consideration has been reported under Emphasis of Matter section, based on review of documents on record, additional information provided to us and appropriate adjustments made by the management.
- The Standalone Ind AS Financial Results of the Company for the corresponding quarter and year ended 31st March 2019, 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 30th May, 2019 on such Financial Results.
- The Standalone Ind AS Financial Results included in the results for the quarter ended 31st March, 2020 being the derived figures between the audited figures in respect of the current full financial year ended 31st March, 2020 and the published



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year to date figures upto 31st December, 2019, being the date of the end of the 3rd quarter of the current financial year which were subject to limited review by us.

- iv. Due to complete lockdown imposed by the Government (including travel restrictions), to restrict the spread of COVID-19, the audit process for the quarter and year under report, was carried out from remote locations i.e. other than plants/offices of the Company, based on data/ details made available and based on financial information/ records remitted by the management through digital medium.

Our opinion on the Standalone Ind AS Financial Results is not modified in respect of the above matters.

For V.K. Dhingra & Co.
Chartered Accountants
Firm Registration No. 000250N



VIPUL GIROTRA
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(CA. Vipul Girotra)
Partner

M.No.084312

UDIN: 20084312AAAAAP5067

Place: New Delhi

For Tej Raj & Pal
Chartered Accountants
Firm Registration No. 304124E



BEERAKA GANGARAJU
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(CA. B. Gangaraju)
Partner

M.No. 007605

UDIN: 20007605AAAAAJ2906

Place: Berhampur (Ganjam)

For A.K.Sabat & Co.
Chartered Accountants
Firm Registration No. 321012E



VIJAYA KUMAR DAMODARA
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(CA. D Vijaya Kumar)
Partner

M.No. 051961

UDIN: 20051961AAAAAF9732

Place: Hyderabad

For S. Jaykishan
Chartered Accountants
Firm Registration No. 309005E



SUNIRMAL CHATTERJEE
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(CA. S. Chatterjee)
Partner

M.No.017361

UDIN: 20017361AAAAAL1251

Place: Kolkata



Dated: 10th July 2020

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 Consolidated Audited Financial Results for the Quarter and Year ended 31st March, 2020

₹ Crore unless stated otherwise

Sl. No.	Particulars	CONSOLIDATED				
		Quarter ended			Year ended	
		31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
		Audited	Unaudited	Unaudited	Audited	Audited
1	Income					
	(a) Revenue from operations	16171.83	16542.48	18492.01	61664.16	66973.58
	(b) Other income	402.88	172.39	227.28	905.79	494.52
	Total Income	16574.71	16714.87	18719.29	62569.95	67468.10
2	Expenses					
	a) Cost of materials consumed	6706.33	7075.49	8739.59	29371.73	32402.97
	b) Changes in inventories of finished goods, work-in-progress and by-products {(including ₹ -4120.85 crore in respect of by-products) (refer note no. 3-e)}	(5083.75)	1928.92	657.98	(5577.63)	(2716.16)
	c) Employee benefits expense	2755.45	2028.27	2314.66	8797.32	8849.10
	d) Finance costs	908.63	849.38	803.39	3486.76	3154.92
	e) Depreciation and amortisation expenses	1055.46	926.39	890.42	3755.73	3385.34
	f) Other expenses	5340.00	4504.19	4558.21	18857.02	18676.16
	Total Expenses	11682.12	17312.64	17964.25	58690.93	63752.33
3	Profit / (Loss) before Exceptional items, share of net Profit / (Loss) of investment accounted for using equity method and Tax	4892.59	(597.77)	755.04	3879.02	3715.77
	Share of Profit / (Loss) in investments accounted for using equity method	(17.88)	98.92	98.67	194.32	222.87
	Profit / (Loss) before Exceptional items and Tax	4874.71	(498.85)	853.71	4073.34	3938.64
	Add / (Less): Exceptional items	(771.76)	-	(54.56)	(771.76)	(389.40)
4	Profit / (Loss) before Tax	4102.95	(498.85)	799.15	3301.58	3549.24
	Less: Tax expense					
	Current tax	223.27	2.33	2.26	229.79	8.67
	Deferred tax	1,420.06	(197.07)	248.66	1099.52	1,186.99
	MAT credit	(214.75)	-	-	(214.75)	-
	Current tax (earlier years)	26.85	39.46	0.03	66.31	4.87
5	Net Profit / (Loss) for the period	2647.52	(343.57)	548.20	2120.71	2348.71
	Other Comprehensive Income (OCI)					
A	(i) Items that will not be reclassified to profit or loss	(197.24)	10.77	371.86	(179.90)	387.97
	(ii) Income tax relating to items that will not be reclassified to profit or loss	66.23	(2.22)	(130.06)	62.48	(128.82)
B	(i) Items that will be reclassified to profit or loss	107.34	(7.11)	(11.10)	143.45	95.75
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
6	Total Comprehensive Income / (Loss) for the period	2623.85	(342.13)	778.90	2146.74	2703.61
7	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53
8	Other equity excluding revaluation reserve				37379.70	35515.62
9	Earnings per equity share (of ₹10/- each) (not annualised)					
	1. Basic (₹)	6.41	(0.83)	1.33	5.13	5.69
	2. Diluted (₹)	6.41	(0.83)	1.33	5.13	5.69

Note: Refer accompanying notes to the financial results.



STEEL AUTHORITY OF INDIA LIMITED

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CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(₹ crore)

Particulars	CONSOLIDATED	
	As at 31.03.2020	As at 31.03.2019
	Audited	Audited
ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	65384.47	59922.27
(b) Capital work-in-progress	8753.33	16013.61
(c) Right of use assets	2205.08	-
(d) Investment property	1.12	1.09
(e) Intangible assets	1443.61	1451.14
(f) Investments accounted for using the equity method	3107.27	2839.60
(g) Financial assets		
(i) Investments	133.12	135.23
(ii) Trade Receivables	0.92	-
(iii) Loans	665.28	563.98
(iv) Other financial assets	448.58	254.87
(h) Deferred tax assets (net)	2022.17	2866.77
(i) Current tax assets (net)	153.31	154.09
(j) Other non-current assets	1483.92	1356.60
Total non-current assets	85802.18	85559.25
(2) Current assets		
(a) Inventories	23836.27	19510.33
(b) Financial assets		
(i) Trade receivables	8844.73	4497.48
(ii) Cash and cash equivalents	190.54	65.58
(iii) Bank balances other than (ii) above	254.48	222.11
(iv) Loans	49.67	54.04
(v) Other financial assets	2189.25	2161.21
(c) Other current assets	5733.32	5870.83
	41098.26	32381.58
Assets classified as held for sale	27.20	11.47
Total current assets	41125.46	32393.05
TOTAL ASSETS	126927.64	117952.30
EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity share capital	4130.53	4130.53
(b) Other equity	37379.70	35515.62
(c) Non-controlling interest	0.01	0.01
Total equity	41510.24	39646.16
(2) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	34560.03	30802.66
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	-	-
(b) total outstanding dues of creditors other than micro and small enterprises	10.70	6.82
(iii) Other financial liabilities	1368.51	1330.62
(b) Provisions	4115.81	4295.64
(c) Other non-current liabilities	397.51	253.19
Total non-current liabilities	40452.56	36688.93
(3) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	16640.78	10631.22
(ii) Trade payables		
(a) total outstanding dues of micro and small enterprises	47.99	67.45
(b) total outstanding dues of creditors other than micro and small enterprises	6274.38	7157.79
(iii) Other financial liabilities	13740.89	14738.09
(b) Other current liabilities	5724.06	6707.26
(c) Provisions	2357.24	2315.40
(d) Current tax liabilities (net)	179.50	-
Total current liabilities	44964.84	41617.21
TOTAL EQUITY AND LIABILITIES	126927.64	117952.30



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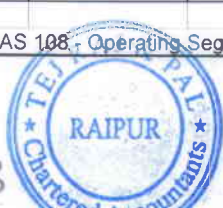
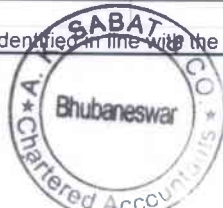
CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES

₹ Crore unless stated otherwise

Particulars	CONSOLIDATED				
	Quarter ended			Year ended	
	31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
	(Audited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Segment revenue from operations					
- Bhilai Steel Plant	5433.56	5316.65	4855.98	19486.57	17018.01
- Durgapur Steel Plant	2058.26	2074.99	2508.38	7727.08	9099.37
- Rourkela Steel Plant	3183.83	3179.12	4153.93	12537.94	15604.54
- Bokaro Steel Plant	3423.46	3629.50	4293.87	13412.36	16455.96
- IISCO Steel Plant	1996.61	2170.94	2555.04	7752.11	7947.93
- Alloy Steels Plant	137.46	168.22	203.76	714.40	820.73
- Salem Steel Plant	332.71	417.42	509.27	1573.55	1700.71
- Visvesvaraya Iron & Steel Plant	24.05	34.15	24.02	100.59	179.81
- Others	1246.66	1038.63	1343.25	4736.86	5078.26
Total segment revenue	17836.60	18029.62	20447.50	68041.46	73905.32
Less: Inter-segment revenue	1664.77	1487.14	1955.49	6377.30	6931.74
Net revenue from operations	16171.83	16542.48	18492.01	61664.16	66973.58
Segment results (Profit / (Loss) before interest, exceptional items and tax)					
- Bhilai Steel Plant	1669.86	712.99	524.66	3398.94	1608.91
- Durgapur Steel Plant	45.78	(77.88)	190.33	(107.87)	586.63
- Rourkela Steel Plant	468.71	(205.40)	498.27	321.20	2109.74
- Bokaro Steel Plant	267.90	(65.97)	589.37	468.53	2290.86
- IISCO Steel Plant	(25.21)	(152.25)	82.22	(432.97)	303.46
- Alloy Steels Plant	(23.77)	(22.48)	(1.66)	(63.71)	(5.28)
- Salem Steel Plant	(29.72)	(57.58)	(34.71)	(227.93)	(120.50)
- Visvesvaraya Iron & Steel Plant	(11.27)	(19.71)	(13.00)	(73.85)	(73.49)
- Others	3421.06	238.81	(178.38)	4277.76	393.23
Total	5783.34	350.53	1657.10	7560.10	7093.56
Less: Finance costs	908.63	849.38	803.39	3486.76	3154.92
Less: Exceptional items	771.76	-	54.56	771.76	389.40
Profit / (Loss) before Tax	4102.95	(498.85)	799.15	3301.58	3549.24
Segment Assets					
- Bhilai Steel Plant	32783.83	32291.41	31549.20	32783.83	31549.20
- Durgapur Steel Plant	6892.20	6801.31	6548.52	6892.20	6548.52
- Rourkela Steel Plant	21078.70	20546.24	20076.32	21078.70	20076.32
- Bokaro Steel Plant	16174.56	16023.19	15292.37	16174.56	15292.37
- IISCO Steel Plant	18106.14	18294.93	18856.76	18106.14	18856.76
- Alloy Steels Plant	564.29	577.50	572.30	564.29	572.30
- Salem Steel Plant	2485.32	2519.67	2856.49	2485.32	2856.49
- Visvesvaraya Iron & Steel Plant	347.12	361.93	419.41	347.12	419.41
- Others	28495.48	23769.04	21780.93	28495.48	21780.93
Total	126927.64	121185.22	117952.30	126927.64	117952.30
Segment Liabilities					
- Bhilai Steel Plant	8530.29	7895.84	7709.02	8530.29	7709.02
- Durgapur Steel Plant	2549.61	2490.64	2451.24	2549.61	2451.24
- Rourkela Steel Plant	4230.47	4361.56	4421.29	4230.47	4421.29
- Bokaro Steel Plant	3185.82	3326.78	3418.32	3185.82	3418.32
- IISCO Steel Plant	1512.93	1569.22	1693.55	1512.93	1693.55
- Alloy Steels Plant	202.62	184.57	198.85	202.62	198.85
- Salem Steel Plant	312.33	334.69	368.95	312.33	368.95
- Visvesvaraya Iron & Steel Plant	56.15	58.78	66.57	56.15	66.57
- Others	30277.15	31154.28	27175.69	30277.15	27175.69
Unallocated Liabilities	34560.03	30926.72	30802.66	34560.03	30802.66
Total	85417.40	82303.08	78306.14	85417.40	78306.14

Note :

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



STEEL AUTHORITY OF INDIA LIMITED
CONSOLIDATED CASH FLOW STATEMENT

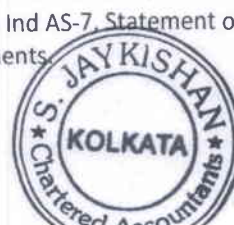
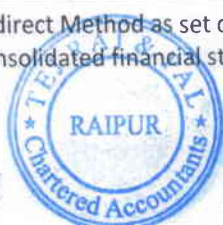
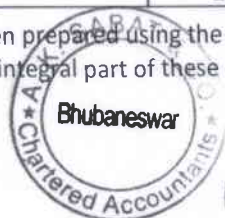
(₹ Crore)

	For the Year ended 31st	For the Year ended 31st
	March, 2020	March, 2019
	(Audited)	(Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	3,301.58	3,549.24
Adjustments for:		
Depreciation and amortisation expenses	3,755.73	3,385.34
Loss/(Gain) on disposal of fixed assets (net)	49.43	45.27
Interest income	(143.48)	(128.32)
Dividend income	(2.92)	(1.73)
Finance costs	3,387.02	3,113.23
Unrealised Loss/(Gain) on foreign exchange fluctuations	99.74	41.69
Loss/(Gain) on sale of non-current investments	(0.59)	-
Bad debts and provision for doubtful advances/receivables	76.12	65.12
Other provisions	212.93	177.52
Share of profit from joint ventures	(194.32)	(222.87)
Unclaimed balances and excess provisions written back	(407.24)	(146.86)
Operating Profit/(Loss) before working capital changes	10,134.00	9,877.63
Changes in assets and liabilities:		
Trade receivables	(4,416.24)	(677.57)
Loans, other financial assets and other assets	(207.86)	(38.00)
Trade payable	(898.99)	(300.96)
Other financial liabilities, other liabilities and provisions	(623.80)	999.82
Inventories	(4,511.27)	(2,647.93)
Cash flow from operating activities post working capital changes	(524.16)	7,212.99
Income tax paid (net)	(93.51)	2.16
Net cash flow from operating activities (A)	(617.67)	7,215.15
B CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant & equipment (including capital work-in-progress) and intangibles	(4,754.36)	(3,981.19)
Proceeds from sale/disposal of property, plant & equipment	373.07	100.71
Purchase of current and non-current investments	6.74	26.50
Movement in fixed deposits (net)	(32.37)	29.44
Interest received	143.48	128.32
Dividend received	2.92	1.73
Net cash flows/(used) in investing activities (B)	(4,260.52)	(3,694.49)
C CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term borrowings (net)	2,897.82	1,374.42
Proceeds from short-term borrowings (net)	6,009.56	(1,613.10)
Finance cost paid	(3,653.78)	(3,310.40)
Dividend paid (including tax)	(250.45)	-
Net cash flows/(used) in financing activities (C)	5,003.15	(3,549.08)
D Increase in cash and cash equivalents (A+B+C)	124.96	(28.42)
Cash and cash equivalents at the beginning of the year	65.58	94.00
Cash and cash equivalents at the end of the year	190.54	65.58

The amendments to Ind AS 7 - Statement of Cash Flows requires the entity to provide disclosures that enables users of financial statements to evaluate changes in liabilities arising from financial activities, including both changes arising from cash flows and non cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in Balance Sheet for liabilities arising from financial activities, to meet the disclosure requirement. The required disclosure is given below. There is no other impact on the financial statements due to this amendment.

Non cash changes					(₹ crore)
	As at 31.03.2019	Cash Flows	Fair Value Changes	Current/Non Current Classification	As at 31.03.2019
Borrowings- Non Current	30802.66	1,988.86	4,496.12	(2,601.78)	34685.86
Current Maturities of Long Term Debt	3607.71	(3,607.71)	-	2601.78	2601.78
Borrowings - Current	10631.22	5,894.49	114.74	-	16640.45

The cash flow statement has been prepared using the Indirect Method as set out in Ind AS-7, Statement of Cash Flows. The accompanying notes are an integral part of these consolidated financial statements.



Notes to Consolidated Financial Results:

1. The above results have been reviewed by the Audit Committee in its meeting held on 9th July, 2020 and have been approved by the Board of Directors in its meeting held on 10th July, 2020. The financial results have been audited by the Statutory Auditors as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015. 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 March, 2019, as reported in the financial results have not been subjected to audit. The Audited Accounts are subject to review by the Comptroller and Auditor General of India under section 143(6) of the Companies Act, 2013.
2. The consolidated financial results do not include the results of 2 (two) subsidiaries which have not been reviewed / audited by its auditors as the same are under closure. The consolidated financial results also include the share of net loss after tax and total comprehensive loss of 1 (One) associate and 10 (Ten) jointly controlled entities which have not been audited by their auditors and does not include the share of net profit / (loss) after tax and share of total comprehensive income of 3 (Three) jointly controlled entities out of which 2 (Two) are under closure, and are not available.

Steel Authority of India Limited (SAIL) has exited from 2 (Two) jointly controlled entities on 5.03.2020 whose share of net profit/ (loss) after tax has not been included in the consolidated financial results.

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

3. 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 year ended 31st March, 2020: ₹7634.55 crore (previous year: ₹5012.76 crore). Cumulatively such sale pending finalization of price upto 31st March, 2020 is : ₹8074.36 crore (upto previous year: ₹17252.66 crore).

- (ii) The prices of Rails supplied by the Company to Indian Railways during the period 2015-16 to 2018-19 were finalized during the current year. As a result, the differential amount of ₹1411.36 crores has been recognized as revenue from operations during the year.

- c. The Company has an accumulated stock of non-granulated Blast Furnace Slag and LD Slag generated in the Blast Furnaces and LD Converters. These slags contain some element of Iron and Steel scrap which are routinely extracted, and either consumed in the Company or sold. Since the embedded scrap has economic value, the estimated stock of scrap as on 31st March-20,



was assessed and valued, based on a detailed survey and technical analysis conducted by the Company, as follows:

- (i) Iron and Steel scrap embedded in various slag dumps at Rourkela and Bokaro Steel Plants have been valued on estimated basis at ₹51.67 crore and ₹204.41 crore respectively and Granulated HMnO Slag & HMnO Slag fines at Chandrapur Ferro Alloy Plant have been valued at ₹32.35 crore, aggregating to ₹288.43 crore as part of inventories during the current financial year.
 - (ii) Iron and Steel scrap embedded in slag generated during the year at Durgapur Steel Plants have been valued on estimated basis at ₹16.74 crore and considered as part of inventory during the current financial year.
 - (iii) The Slag Dump between the Railway Tracks 4A & 4B of Bhilai Steel Plant was a live dump area where hot slag was being unloaded till 15th March, 2020. As railway tracks were in operation for slag dumping, it was impossible to access the slag and extract the scrap from it. During the financial year 2019-20, loop 4A and 4B was disconnected and declared abandoned due to safety concern of electrical tower on the side of line 4A and curvature of loop 4A-4B becoming very sharp. As a result further dumping of slag was stopped. The railway track was also dismantled, thereby making the Dump accessible for recovery of scrap. Since, the access to the Slag Dump became possible during the year, due to the events that occurred during year (namely abandonment and dismantling of railway track), Iron and Steel scrap embedded in slag dumps at Bhilai Steel Plant have been valued on estimated basis at ₹410.51 crore based on detailed survey and technical analysis conducted by Company during the year.
- d. Based on installation of Slime Beneficiation Plant at Dalli Mechanised Mines on BOO basis, 'Grant of Consent' to Operate dated 8th November, 2019 received from the Chhattisgarh Environment Conservation Board and captive consumption of beneficiated material, Bhilai Steel Plant has valued inventory of 5.60 million tonne of Slime containing the iron ore fines at ₹234.92 crore during the current financial year.
- e. The Company has a stock of 42.98 million tonnes (estimated in previous year at 41.52 million tonnes) of sub grade iron ore fines at various mines of the Company. The low Iron content of these Fines made them unsuitable for consumption in the Steel Plants of the company. Moreover, the Government of India, vide notification dated 19th September, 2012 prevented all captive miners (including the Company) from selling these sub-grade fines in the market. Since these materials could neither be consumed nor sold, they had no economic value, and therefore, no costs were assigned to these sub-grade fines till 2018-19 and considered as Inventory with NIL value.

In exercise of the powers conferred under Section 20A of the MMDR Act, 1957, the Ministry of Mines, Government of India, vide its order no. F.No.16/30/2019-M.VI dated 16th September, 2019 directed the concerned State Governments to allow the sale of sub-grade minerals lying at the captive mines of the Company, subject to ascertainment by the State Governments in consultation with the Indian Bureau of Mines, of the usability of such fines in the steel plant. Subsequently, by a clarification dated 4th January, 2020, Ministry of Mines has removed the condition of certification of usability.

On a clarification sought by the Company on the powers of the State Government in this matter, the Additional Solicitor General of India vide opinion dated 19th May, 2020, has opined that the



above notification has been issued u/s 20A (2)(v) of the MMDR Act. The matter is under the Union List of Schedule VII of the Constitution and the power to issue directives vests entirely with the Central Government. It was specifically mentioned in the opinion that the State Governments have no power to deny SAIL the right to sell the fines.

Further, the Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI), on a query made by the Company has opined vide their communication dated 6th June, 2020 that the accumulated sub-grade fines should be regarded as immaterial by-product and valued as inventory at Net Realizable Value as per Ind AS 2 (Inventories). Also, the increase in the carrying amount of such inventories due to the notification of the Central Government permitting sale should be recognized in the Statement of Profit and Loss as change in accounting estimates in accordance with the requirements of Ind AS 8 (Accounting Policies, Changes in Accounting Estimates and Errors).

The Company took steps for quantitative verification of SGFs at each of the mines and carried out qualitative analysis (including gradation) for 'Fe' content during the last quarter of current Financial Year.

Based on the aforesaid Order of the Central Government, Opinion of the Additional Solicitor General of India and the Opinion of the Expert Advisory Committee (EAC) of ICAI, the Company as at 31st March, 2020 has valued the Inventory of sub-grade fines of 42.98 million tonnes at Net Realisable Value (NRV) [net of write down due to Covid-19 impact – ₹329.67 crore considered as exceptional item – Refer note no. 4(f)] amounting to ₹3791.18 crore by disclosing the same as a separate line item in the Financial Statements for the year ended on 31st March, 2020.

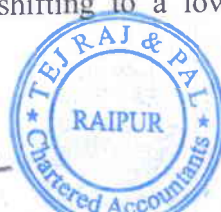
The NRV was estimated by the management based on average selling price (ASP) of similar SGFs declared by Indian Bureau of Mines (IBM), a Government of India Organisation.

- f. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of current and noncurrent assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has used internal and external sources of information. The Company has reviewed the impact of COVID-19 and expects the carrying amount of these assets will be recovered.

However, Exceptional items for the year and quarter ended 31st March, 2020 include the write down of ₹404.26 crore, ₹37.83 crore and ₹329.67 crore relating to Inventory of Finished/Semi finished goods, Inventory of Raw Material and Inventory of Sub-Grade Iron ore Fines respectively. As per the Company's current assessment, other than the write down recorded, no significant impact on carrying amounts of property, plant and equipment, right-of-use assets, inventories intangible assets, trade receivables, investments and other financial assets is expected and it continues to monitor changes in future economic conditions. It has also been observed that the Company has adequate resources to continue operating for the foreseeable future and that the going concern basis for the preparation of its financial statements is appropriate.

The impact of COVID-19 on the Plant's/Unit's financial statements may differ from that estimated as at the date of these financial statements in view of uncertain situation.

- g. 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 carry forward of additional depreciation. The Company has not yet exercised this option and continues to recognize the taxes on income for the quarter and current year ended 31st March, 2020 as per the earlier provisions.

- h. 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 March, 2020, 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 ₹1668.35 crore have been treated by the Company as Contingent Liability (as on 31st March, 2019 - ₹1637.35 crore).
- i. Hon'ble Supreme Court dismissed the SLP by the Company in respect of dispute with Damodar Valley Corporation(DVC) related to provisional tariff petition of electricity charges for 2009-14 vide order dated 18th January, 2017, keeping the question of law open. The Order of Central Electricity Regulatory Commission (CERC) dt.7/8/2013 related to Tariff of 2009-14 against Petition No.275/GT/2012 has been challenged before Appellate Tribunal for Electricity (APTEL) (Appeal No.18 of 2014) in which the Company has also intervened and the order of APTEL is pending. Further, in respect of the civil appeal filed by Damodar Valley Corporation (DVC) pertaining to tariff of Financial Year 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. For the State of Jharkhand where the dispute of ₹587.72 arises, DVC has not filed its retail tariff petition before the Jharkhand State Electricity Commission on a plea that the issue of 'True-up value' and other related issues are still pending before the Ld. APTEL in Appeal No.163/2017. Pending fixation of such Electricity Tariffs, disputed demands of DVC of ₹587.72 crore upto 31st March, 2020 (upto 31st March, 2019, ₹587.72crore) has been treated as Contingent Liability . Against the said claims, the entire amount has been paid to DVC and retained as advance. Further from 1st April, 2017 onwards full invoice value is being paid and charged to revenue.

J. 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, Alloy Steels Plant and SAIL Growth Works, Kulti, 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. For the State of Jharkhand where the dispute of ₹587.72 arises, DVC has not filed its retail tariff petition before the Jharkhand State Electricity Commission on a plea that the issue of 'True-up value' and other related issues are still pending before the Ld. APTEL in Appeal No.163/2017. 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 March, 2020. Therefore, there is no adverse impact on profit for the quarter/financial year.

4. 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: 10th July, 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, Amarpali Society, Ganga Lalpur, Diagnosis Lane, <u>Raipur-492001</u>	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' Report on Consolidated Ind AS Financial Results of Steel Authority of India Limited for the quarter and Year ended 31st March, 2020 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

Report on the Audit of Consolidated Ind AS Financial Results

Qualified Opinion

We have audited the accompanying Statement of Consolidated Ind AS Financial Results of Steel Authority of India Limited ("Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), its associate and jointly controlled entities for the quarter and year ended 31st March, 2020 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31st March, 2019, as reported in these financial results have been approved by the Holding Company's Board of Directors, but have not been subjected to audit/review.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of other auditors on separate audited financial statements of the subsidiaries, associate and Jointly controlled entities, referred to in Other matters para below, except for the effects of the matters described in Basis for Qualified Opinion Section, the aforesaid Statement:

- includes the results of entities listed in Annexure A and Annexure B;
- is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair view, in conformity with the recognition and measurement principles laid down in applicable Indian Accounting Standards (Ind AS), and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of consolidated net profit and other comprehensive income) and other financial information of the Group, for the quarter and year ended 31st March, 2020.



Basis for Qualified Opinion

The Holding Company has not provided for :

- (i) Demand for Entry tax in various states amounting to ₹ 1668.35 crore as on 31st March, 2020 (Refer Note No. 3(h)) 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, 2020 (Refer Note No. 3(i));

Impact of all the above qualifications on the result for the quarter and year ended 31st March, 2020 is as under:

Particulars	₹ In Crore			
	Quarter ended 31 st March, 2020		Year ended 31 st March, 2020	
	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 before Tax	4102.95	1846.88	3301.58	1045.51
Tax expenses – Debit/ (Credit)	1455.43	667.07	1180.87	392.51
Total Comprehensive Income/ (Loss)	2623.85	1156.14	2146.74	679.03

We conducted our audit in accordance with the Standards 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 Consolidated Ind AS Financial Results Section of our report. We are independent of the Group, its associate and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated Ind AS 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 ICAI’s Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in “Other Matter” paragraph below, is sufficient and appropriate to provide a basis for our qualified opinion on the Consolidated Ind AS Financial Results.



Emphasis of Matter

We draw attention to the following in respect of the Holding Company:

- (i) Note no. 3(f), which explains the uncertainties and the management's assessment of the financial impact due to outbreak of Covid-19 pandemic and lockdown/ restrictions imposed by the Government. A definitive assessment of the impact is dependent upon future economic conditions.
- (ii) Note no. 3(e) on valuation of inventories of sub-grade fines of ₹42.98 million tonnes at net realisable value (net of reduction due to impact of Covid-19- ₹329.67 crores considered as exceptional items) amounting to ₹3791.18 crore, and recognising the same as an increase in the carrying value of the inventories in the financial results for the quarter and year ended 31st March, 2020 as change in accounting estimate, based on notification issued by Government of India allowing the sale of sub-grade minerals lying at the captive mines of the Company, the opinion of the Additional Solicitor General of India and the opinion of the Expert Advisory Committee (EAC) of the ICAI.
- (iii) Note no. 3(c) on valuation of Iron and Steel scrap embedded in various slag dumps considered under inventories on estimated basis valued at ₹ 715.68 crore as at 31st March, 2020.
- (iv) Note no. 3(d) on valuation of inventories of iron ore fines extractable from the desilted slime amounting to ₹234.92 crore as on 31st March 2020 in view of the installation of slime beneficiation plant at Bhilai Steel Plant during the financial year under report.
- (v) Note no. 3(b) - Revenue from operations include sales to Government agencies for ₹2,653.18 crore for the quarter ended 31st March 2020 and ₹ 7,634.55 crore for the year ended 31st March 2020 (cumulative upto 31st March 2020 ₹8,074.36 crore) which is recognised on provisional contract prices.

Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Consolidated Ind AS Financial Results

These Consolidated Ind AS Financial Results have been prepared on the basis of the consolidated financial statements.

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associate and jointly controlled entities in accordance with the recognition and measurement principles generally accepted in India including the Indian



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Accounting Standards (Ind AS) specified under Section 133 of the Act, read with The Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.. The respective Board of Directors of the companies included in the Group and of its associate and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate and jointly controlled entities 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Ind AS Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Ind AS Financial Results by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Ind AS Financial Results, the respective Board of Directors of the companies included in the Group and of its associate and jointly controlled entities are responsible for assessing the ability of the Group and of its associate and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associate and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Ind AS Financial Results

Our objectives are to obtain reasonable assurance about whether the Consolidated Ind AS Financial Results 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 Consolidated Financial Results.

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 Consolidated Ind AS Financial Results, 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.



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- 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, 2013, we are also responsible for expressing our opinion on whether the Holding Company, and the subsidiary companies, its associate and jointly controlled entities incorporated in India have 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 the Management.
- Conclude on the appropriateness of the 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 ability of the Group and its associate and jointly controlled entities 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 Consolidated Ind AS Financial Results 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 Group and its associate and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Ind AS Financial Results, including the disclosures, and whether the Consolidated Ind AS Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Consolidated Ind AS Financial Results of the entities within the Group and its associate and jointly controlled entities to express an opinion on the Consolidated Ind AS Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Consolidated Ind AS Financial Results of which we are the independent auditors. For the other entities included in the Consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company of which we are the independent auditors 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 relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Other Matters

- i) The Consolidated Ind AS Financial Results include the audited Financial Results of 2 (two) subsidiaries and 6 (six) jointly controlled entities, whose Financial Results reflect Group's share of total assets of ₹ 235.66 crore as at 31st March 2020 , Group's share of total revenue of ₹ 44.86 crore and ₹ 206.47 crore and Group's share of total net profit/(loss) after tax of ₹(11.61) crore and ₹161.74 crore for the quarter ended 31st March, 2020 and for the year ended 31st March, 2020 respectively, as considered in the Consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on Financial Results of these entities have been furnished to us and our opinion on the Consolidated Ind AS Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.
- ii) The Consolidated Ind AS Financial Results include the unaudited Financial Results of 1 (one) associate and 10 (ten) jointly controlled entities, whose Financial Results reflect Group's share of total assets of ₹ Nil as at 31st March, 2020, Group's share of total revenue of ₹ Nil and ₹ Nil and Group's share of total net profit/(loss) after tax of ₹ (11.05) crore and ₹ 46.79 crore for the quarter ended 31st March, 2020 and for the year ended 31st March, 2020 respectively, as considered in the consolidated Financial Results. These unaudited Financial Results have been furnished to us by the Board of Directors and our opinion on the Consolidated Ind AS Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associate and jointly controlled entities is based solely on such unaudited Financial Results.
- iii) The consolidated Financial Results does not include the financial results of 2 (two) subsidiaries and 3 (three) jointly controlled entities (detailed in Annexure B) whose financial results are not available as these companies are under liquidation or filed application for closure. In the absence of their financial results the Group's share of assets, liabilities as of 31st March, 2020 and net profit / loss for the year ended 31st March, 2020 has not been considered in the Consolidated Ind AS Financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these Financial Results are not material to the Group.
- iv) The Consolidated Ind AS Financial Results of the Company for the corresponding quarter and year ended 31st March 2019, 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 30th May, 2019 on such Financial Results.
- v) The Consolidated Ind AS Financial Results included in the results for the quarter ended 31st March, 2020 being the derived figures between the audited figures in respect of the current full financial year ended 31st March, 2020 and the published unaudited year to date figures upto 31st December, 2019, being the date of the end of the 3rd quarter of the current financial year which were subject to limited review by us.



Our opinion on the Consolidated Ind AS Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results certified by the Board of Directors.

<p>For V.K. Dhingra & Co. Chartered Accountants Firm Registration No. 000250N</p> <p>VIPUL GIROTRA</p> <p><small>Digitally signed by VIPUL GIROTRA Date: 2020.07.10 16:42:52 +05'30'</small></p> <p>(CA. Vipul Girotra) Partner M.No. 084312 UDIN: 20084312AAAAAQ1880 New Delhi</p>	<p>For A.K. Sabat & Co. Chartered Accountants Firm Registration No. 321012E</p> <p>VIJAYA KUMAR DAMODARA</p> <p><small>Digitally signed by VIJAYA KUMAR DAMODARA Date: 2020.07.10 16:23:10 +05'30'</small></p> <p>(CA. D. Vijaya Kumar) Partner M.No.051961 UDIN: 20051961AAAAAG8642 Hyderabad</p>
<p>For Tej Raj & Pal Chartered Accountants Firm Registration No. 304124E</p> <p>BEERAKA GANGARAJU</p> <p><small>Digitally signed by BEERAKA GANGARAJU Date: 2020.07.10 16:16:42 +05'30'</small></p> <p>(CA. B. Gangaraju) Partner M.No. 007605 UDIN: 20007605AAAAAK5663 Berhampur (Ganjam)</p>	<p>For S. Jaykishan Chartered Accountants Firm Registration No. 309005E</p> <p>SUNIRMAL CHATTERJEE</p> <p><small>Digitally signed by SUNIRMAL CHATTERJEE Date: 2020.07.10 16:40:44 +05'30'</small></p> <p>(CA. S. Chatterjee) Partner M.No. 017361 UDIN: 20017361AAAAAM2000 Kolkata</p>



Date: 10th July, 2020

Annexure A – List of subsidiaries

Subsidiaries
Audited Financial Statements :
Chhatisgarh Mega Steel Limited
SAIL Refractory Company Limited
Financial Statements not available
Sail Sindri Projects Limited
SAIL - Jagdishpur Power Plant Limited

Annexure B – List of Jointly Controlled Entities and Associate

1. Jointly Controlled Entities
i. Audited Financial Statements:
SAIL Rites Bengal Wagon Industry Pvt Ltd
NTPC-SAIL Power Company Pvt Ltd
International Coal Ventures Pvt Limited
S&T Mining Company Private Limited
SAIL-Bansal Service Centre Ltd
SAIL & MOIL Ferro Alloys Pvt Ltd
ii. Unaudited Financial Statements / information:
Abhinav SAIL JVC Limited
SAIL SCI Shipping Private Limited
mjunction Services Ltd
GEDCOL SAIL Power Corporation limited
Bastar Railway Private Limited
Bokaro Power Supply Company (P) Limited
Bhilai Jaypee Cement Limited
SAIL Kobe Iron India Private Limited
SAIL SCL Kerala Limited
Prime Gold- SAIL JVC
iii. Financial Statements not available
SAIL Bengal Alloy Casting Private Limited
VSL-SAIL JVC Limited
NMDC SAIL Limited
2. Associate- Un-audited
Almora Magnesite Ltd



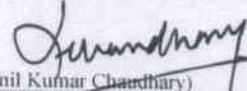

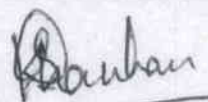




Statement on Impact of Audit Qualifications for the FY ended 31st March, 2020

(₹ in crore)

SL. No.	Particulars	Standalone		Consolidated	
		Audited figures (as reported before adjusting for qualifications)	Adjusted figures (audited figures after adjusting for qualifications)	Audited figures * (as reported before adjusting for qualifications)	Adjusted figures (audited figures after adjusting for qualifications)
1.	Turnover/Total Income (₹/crore)	62,645.77	62,645.77	62,569.95	62,569.95
2.	Total Expenditure (₹/crore)	58,703.35	60,959.42	58,690.93	60,947.00
3.	Net Profit/(Loss) (₹/crore)	2,021.54	553.83	2,120.71	653.00
4.	Earnings Per Share (In ₹)	4.89	1.34	5.13	1.58
5.	Total Assets (₹/crore)	1,25,097.81	1,25,886.17	1,26,927.64	1,27,716.00
6.	Total Liabilities (₹/crore)	85,320.43	87,576.50	85,417.40	87,673.47
7.	Net Worth (₹/crore)	39,777.38	38,309.67	41,510.24	40,042.53
8.	Any other financial item(s) (as felt appropriate by the management)	-	-	-	-



Statement on Impact of Audit Qualifications for the FY ended 31st March, 2020 (Contd.)

II.	Audit Qualification (each audit qualification separately):	Standalone	Consolidated
	a. Details of Audit Qualification:	The Company has not provided for : i) Entry Tax amounting to ₹1092.28 crore in the State of Chhattisgarh, ₹241.00 crore in the State of Odisha, ₹40.14 crore in the State of Jharkhand and ₹294.93 in the State of West Bengal. (ii) demands of ₹587.72 crore by DVC for supply of electricity.	The Company has not provided for : i) Entry Tax amounting to ₹1092.28 crore in the State of Chhattisgarh, ₹241.00 crore in the State of Odisha, ₹40.14 crore in the State of Jharkhand and ₹294.93 in the State of West Bengal. (ii) demands of ₹587.72 crore by DVC for supply of electricity.
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion	Qualified Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	No. (i) and (ii) repetitive and Continuing from the FY 2012-13.	No. (i) and (ii) repetitive and Continuing from the FY 2012-13.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Yes, the impact has been quantified by the Auditors. In respect of items stated at (i) & (ii), the Company's view is that these cases are sub-judice for a long time and pending for adjudication before the various judicial authorities. The disputed demands, contested on valid and bonafide grounds, have been disclosed as contingent liabilities as it is not probable that present obligations exist as on 31 st March, 2020. There is no change in the status of items (i) and (ii) till date	Yes, the impact has been quantified by the Auditors. In respect of items stated at (i) & (ii), the Company's view is that these cases are sub-judice for a long time and pending for adjudication before the various judicial authorities. The disputed demands, contested on valid and bonafide grounds, have been disclosed as contingent liabilities as it is not probable that present obligations exist as on 31 st March, 2020. There is no change in the status of item (i) and (ii) till date.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:	Not applicable	Not applicable
	(i) Management's estimation on the impact of audit qualification:	Not applicable	Not applicable
	(ii) If management is unable to estimate the impact, reasons for the same:	Not applicable	Not applicable
	(iii) Auditors' Comments on (i) or (ii) above:		
III.	Signatories:		
	• CEO/Managing Director	 (Anil Kumar Chaudhary)	
	• CFO	 (Amit Sen)	
	• Audit Committee Chairman	 (Kartar Singh Chauhan)	
	• Statutory Auditors	<p align="center">For V.K. Dhingra & Co. Chartered Accountants Firm Registration No.:000250N</p>  <p>VIPUL <small>Digitally signed by VIPUL GIROTRA Date: 2020.07.10 16:43:39 +05'30'</small> GIROTRA [Vipul Girotra] Partner (M. No.084312) Place : New Delhi</p>	<p align="center">For A.K. Sabat & Co. Chartered Accountants Firm Registration No.:0321012E</p>  <p>VJAYA KUMAR <small>Digitally signed by VJAYA KUMAR Date: 2020.07.10 16:38:30 +05'30'</small> DAMODARA [D. Vijaya Kumar] Partner (M. No.051961) Place : Hyderabad</p>
	Date: 10 th July, 2020	<p align="center">For Tej Raj & Pal Chartered Accountants Firm Registration No. 304124E</p>  <p>BEERAKA <small>Digitally signed by BEERAKA GANGARAJU Date: 2020.07.10 16:22:02 +05'30'</small> GANGARAJU (B. Gangaraju) Partner (M.No. 007605) Place : Berhampur (Ganjam)</p>	<p align="center">For S. Jaykishan Chartered Accountants Firm Registration No. 3090051</p>  <p>SUNIRMAL <small>Digitally signed by SUNIRMAL CHATTERJEE Date: 2020.07.10 16:38:30 +05'30'</small> CHATTERJEE (S. Chatterjee) Partner M.No. 017361 Place : Kolkata</p>

IDBI Trusteeship Services Ltd

CIN : U65991MH2001GOI131154



16721 / ITSL / OPR / 2020-21

10-Jul-2020

To
The Board of Directors
Steel Authority of India Limited
Ispat Bhawan
Lodi Road
New Delhi – 110003

Re: Certificate for receipt and noting information under Regulation 52(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Sir,

This is to certify that, we, IDBI Trusteeship Services Limited, Debenture Trustee hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulation 2015 ("Regulations"), provided to us by Steel Authority of India Limited ("the Company") for the year ended March 31, 2020.

This Certificate is being issued pursuant to the requirements of regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

Thanking you,

Yours faithfully,
For IDBI Trusteeship Services Limited

A handwritten signature in black ink, appearing to be 'Anil Singh', written over a horizontal line.

Authorised Signatory

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@sailco.com, Website: www.sail.co.in

Extract of Standalone Audited Financial Results for the Quarter and Year ended 31st March, 2020

₹ Crore unless stated otherwise

Sl. No.	Particulars	STANDALONE				
		Quarter ended		Year ended		
		31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
		Audited	Unaudited	Audited	Audited	Audited
1	Total Income from Operations	16171.79	16541.31	18506.29	61660.55	66967.31
2	Net Profit / (Loss) for the period (before Tax, Exceptional and / or Extraordinary items)	4952.93	(591.41)	766.90	3942.42	3727.29
3	Net Profit / (Loss) for the period before Tax (after Exceptional and / or Extraordinary items)	4181.17	(591.41)	712.34	3170.66	3337.89
4	Net Profit / (Loss) for the period after Tax (after Exceptional and / or Extraordinary items)	2725.16	(429.62)	468.40	2021.54	2178.82
5	Total Comprehensive Income / (Loss) for the period [comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)]	2595.86	(421.07)	710.20	1905.83	2437.90
6	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53
7	Reserves excluding revaluation reserve				35646.85	34021.04
8	Earnings per equity share (of ₹10/- each) (not annualised)					
	1. Basic (₹)	6.60	(1.04)	1.13	4.89	5.27
	2. Diluted (₹)	6.60	(1.04)	1.13	4.89	5.27

Extract of Consolidated Audited Financial Results for the Quarter and Year ended 31st March, 2020

₹ Crore unless stated otherwise

Sl. No.	Particulars	CONSOLIDATED				
		Quarter ended		Year ended		
		31 st March, 2020	31 st December, 2019	31 st March, 2019	31 st March, 2020	31 st March, 2019
		Audited	Unaudited	Unaudited	Audited	Audited
1	Total Income from Operations	16171.83	16542.48	18492.01	61664.16	66973.58
2	Net Profit / (Loss) for the period (before Tax, Exceptional and / or Extraordinary items)	4874.71	(498.85)	853.71	4073.34	3938.64
3	Net Profit / (Loss) for the period before Tax (after Exceptional and / or Extraordinary items)	4102.95	(498.85)	799.15	3301.58	3549.24
4	Net Profit / (Loss) for the period after Tax (after Exceptional and / or Extraordinary items)	2647.52	(343.57)	548.20	2120.71	2348.71
5	Total Comprehensive Income / (Loss) for the period [comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)]	2623.85	(342.13)	778.90	2146.74	2703.61
6	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	4130.53	4130.53	4130.53	4130.53	4130.53
7	Reserves excluding revaluation reserve				37379.70	35515.62
8	Earnings per equity share (of ₹10/- each) (not annualised)					
	1. Basic (₹)	6.41	(0.83)	1.33	5.13	5.69
	2. Diluted (₹)	6.41	(0.83)	1.33	5.13	5.69

Note:

1) The above Financial Results have been reviewed by the Audit Committee in its meeting held on 9th July, 2020 and were approved by the Board of Directors in its meeting on 10th July, 2020.

2) The above is an extract of the detailed format of audited Financial Results for the Quarter and Year ended 31st March, 2020 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: 10th July, 2020

PRESS RELEASE

SAIL maintains profitability during FY'20 ; Earns more than 2000 Crore net profit

New Delhi, July 10, 2020: Steel Authority of India Limited (SAIL) announced its financial results for the FY 2019-20 (FY'20). SAIL has earned a Profit Before Tax (PBT) of Rs 3170.66 Crore leading to Profit After Tax (PAT) of Rs 2021.54 Crore in FY'20. This profit has been earned in spite of the challenging market conditions including the onset of Corona virus pandemic. In FY'20, the Company made a turnover of Rs 61024.88 Crore and its EBITDA per tonne of Saleable Steel improved from Rs 7284 in FY'19 to Rs 7869 FY'20. The Company's EBITDA/Turnover figure stood at 18.35% in FY'20 in comparison to a figure of 15.52% CPLY. Along with this, SAIL also achieved the best ever 14.23 Million Tonnes (MT) annual sales during FY'20. The Company's strategies to increase market reach led SAIL to export 1.18 MT in FY'20, making it the highest ever exports with 54% growth over CPLY.

SAIL re-emerged as the largest domestic crude steel producing Company during FY'20. It produced 16.15 MT of crude steel in FY'20. The Company produced 15.083 MT of saleable steel during FY'20 which is the best ever figure so far. In FY'20 it also emerged as the largest miner for steel making input materials by mining a total of 32.406 MT of iron ore, fluxes (limestone and dolomite), coking coal and non-coking coal. Efficient plant operations led to improvement in the techno-economic parameters also. SAIL registered the best ever annual Specific Energy Consumption of 6.47 GCal/Tonne of Crude Steel (TCS) as against 6.50 GCal/TCS achieved in the previous year. The Blast Furnace Productivity was the highest ever at 1.80 Tonnes/cubic metre/day during FY'20 compared to 1.65 Tonnes/cubic metre/day in FY'19. SAIL is committed to ramp up its production and stabilize the new and modernized units in all its Plants.

Shri Anil Kumar Chaudhary, Chairman, SAIL said "SAIL has continued to earn profit consecutively for two years despite the challenging times. The Government's supportive policies have played a pivotal role in maintaining the profitability of the Company. The Company is continually striving to improve its performance by increasing sales, share of value-added & special steels and new products and aggressive cost optimization on a continual basis. The Government's focus on 'Atmanirbhar Bharat' and 'Vocal for Local' will aid in boosting domestic steel consumption. SAIL is already scaling up its production in tandem with the improving market demand and is committed to continuously enhance its performance".

SAIL/PR/2020-21/17

Date: 10.07.20