

BIHAR SPONGE IRON LIMITED

REGISTERED OFFICE & PLANT : UMESH NAGAR, CHANDIL-832401, DISTT. SARAIKELA - KHARSAWAN, JHARKHAND
PHONE (EPABX) : 06591-232410, 232417, Fax : 06591-232413
E-mail : bsilchandil@gmail.com / Web : bsil.org.in CIN : L27106JH1982PLC001633

BSIL/CS/SE/2021

Dated: 13th August, 2021

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

Subject - Un-Audited Financial Results for the Quarter ended

June 30, 2021

Scrip Code - 500058

Dear Sir/Madam,

Pursuant to Regulations 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of Un-Audited financial results for the quarter ended on June 30, 2021 duly approved by the Board of Directors of the Company in their meeting held on August 13, 2021 along with Limited Review Report.

The said Board Meeting commenced at 3:14 P.M. and concluded at 3:23 P.M.


The same will also be available on Company's website.

The above is for your information and record.

Thanking you,

Yours faithfully,

For Bihar Sponge Iron Limited



Vimal Prasad Gupta
Company Secretary &
Compliance Officer
FCS 6380



PH. EXT. 011-4250 4660

E-mail: companysecretary@bsil.org.in

Auditor's Report on Quarterly Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations & Disclosure Regulations, 2015)

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

1. We have audited the quarterly Financial Results of **BIHAR SPONGE IRON LIMITED** ("the Company), for the quarter ended June 30, 2021 being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly financial results have been prepared on the basis of interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) for Interim Financial Reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management.

We believe that our audit provides a reasonable basis for our opinion.

3. We draw attention to the Statement:-

Note No.4 regarding non recognition of liability on account of currency fluctuations on foreign currency loan and interest thereon (as required under Indian Accounting Standard- 21) amounting to Rs. 3778.35 lacs on 30.06.2021 as provided in the BIFR Scheme dated 29.07.2004 and also confirmed by AAIFR and Single Bench of Jharkhand High Court, Ranchi. The company has filed Letters Patent Appellate Jurisdiction (LPA) before the Divisional Bench of High Court of Jharkhand, Ranchi against the order of Single Bench of High Court, Ranchi. It is pertinent to note that IFC (Washington) had filed application for withdrawal in C.A. No. 4075 of 2016 on 27.07.2018. In view of the same interest has not been provided in the books of accounts.

Note No.5: no provision has been made on penalty recovered by South East Coalfields Ltd. for Rs. 215.28 lacs on account of short lifting of coal quantity in term of FSA, since the matter is pending under writ petition filed by Company before the Hon'ble High Court of Chhattisgarh, Bilaspur the amount has been included in long terms loans and advances.

Note No. 6: regarding non provision of the undernoted items of expense in view of suspension of operations of plant since 10th August, 2013 as well as other reasons contended by the company :-



- a) Interest on unsecured loan from Promoters and other parties from 10.08.2013 to 30.06.2021 are not provided and
- b) Interest on Soft Loan taken from the Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme 2003 amounting to Rs. 5049.09 lacs from 10.08.2013 to 30.06.2021 which is subject to representations for waiver.
4. Attention is invited to Note No.3 of the financial results on the management has explained its reasons for preparing financial statements on 'going concern basis'. The explanation is as under:-
- With the revival of the steel industry, considering the substantial accumulated losses, full erosion of working capital and the liabilities including long term borrowings having matured fully along with interest having fallen due, the company has initiated requisite steps for making the plant ready for operation. The company encouraged with the current outlook of Steel Industry, has entered in to a Facility User Agreement with a third party which will become operative in the third quarter of 2021. The Company has taken up renovation and overhauling of complete plant (including railway siding) with a capital outlay of Rs. 4200 lac approx. (inclusive of tax). The management believes that the company shall gradually start earning surplus and losses incurred in past will get wiped out in due course and there after the company will be able to operate profitably in normal course of its business. The financial statements, as such have been prepared on going concern basis on the strength of management's plan of revival, provision of the adequate finance for the operations and reorganization of business of the company. Our opinion is not modified in respect of this matter since the company contemplates, as explained above, to run and operate the company on going concern basis.
5. In our opinion and to the best of information and according to the explanation given to us, the Statement these quarterly financial results as well as the year to date results:
- i) is prepared in accordance with the requirements of regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015; and
- ii) give a true and fair view of the net profit/ loss and other financial information for the quarter ended June 30, 2021.

For K. K. Jain & Co.

Chartered Accountants

FRN :02465N

Simmi Jain

(Simmi Jain)

Partner

M.No. 086496

UDIN : 21086496AAAAID7346



Place: New Delhi

Date: 13.08.2021

BHAR SPONGE IRON LIMITED, CHANDIL

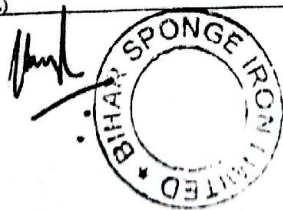
Registered Office: Umesh Nagar, Chandil District, Saraikela Khasawan, Jharkhand-832401

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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED AS ON 30TH JUNE, 2021

(Rs. in Lacs)

S. No	Particulars	QUARTER ENDED		YEAR ENDED	
		June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
		Unaudited	Audited	Unaudited	Audited
	Sales	1,501.72	929.81	-	2,606.12
	Less: GST	229.06	141.83	-	397.41
I	Net Revenue from Operation	1,272.66	787.98	-	2,208.71
II	Other Income	211.40	81.22	79.50	220.94
III	Total Income (I + II)	1,484.06	869.20	79.50	2,429.65
IV	Expenses:				
	a) Purchases	871.71	440.76	-	1,277.59
	b) Changes in inventories of Stock-in-Trade	-	-	-	-
	c) Employee benefits expense	48.75	46.16	36.58	166.20
	d) Finance costs	7.26	7.26	1.51	24.76
	e) Depreciation and amortization expense	73.15	73.30	72.85	292.46
	g) Other expenses	74.69	122.54	23.19	234.97
	Total Expenses (IV)	1,075.56	690.02	134.13	1,995.98
V	Profit / (Loss) before exceptional items and tax (III - IV)	408.50	179.18	(54.63)	433.67
VI	Exceptional Items - Expenses/(Income)net	-	(15.35)	18.29	37.53
VII	Profit / (Loss) before tax (V - VI)	408.50	194.53	(72.92)	396.14
VIII	Tax expense:				
	Current tax	-	-	-	-
	Deferred tax	-	-	-	-
	Total	-	-	-	-
IX	Profit/(Loss) for the period	408.50	194.53	(72.92)	396.14
X	Other Comprehensive Income	Nil	Nil	Nil	Nil
XI	Total Comprehensive Income for the period	408.50	194.53	(72.92)	396.14
XII	Paid up Equity Share Capital (Face value of Rs.10/each)	9,02,054	9,02,054	9,02,054	9,02,054
XIII	Earning per equity share: (Not annualised)				
	(1) Basic (Rs.)	0.45	0.22	(0.08)	0.44
	(2) Diluted (Rs.)	0.45	0.22	(0.08)	0.44



SEGMENT-WISE REVENUE, RESULTS , ASSETS & LIABILITIES					
Sr. No	Particulars	QUARTER ENDED			YEAR ENDED
		June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
		Unaudited	Audited	Unaudited	Audited
1	SEGMENT REVENUE				
	Sales	1501.72	929.81	-	2606.12
	Less: GST	229.06	141.83	-	397.41
	Net Trading Sale	1272.66	787.98	-	2208.71
	Others	211.40	81.22	79.50	220.94
	Total	1484.06	869.20	79.50	2429.65
2	SEGMENT RESULT-PROFIT/(LOSS) BEFORE TAX				
	Trading	400.95	347.22	-	931.12
	Others	7.55	(152.69)	(72.92)	(534.98)
	Total	408.50	194.53	(72.92)	396.14
3	SEGMENT ASSETS				
	Trading	990.03	243.80	-	243.80
	Others	6589.54	6165.97	5763.19	6165.97
	Total	7579.57	6409.77	5763.19	6409.77
4	SEGMENT LIABILITES				
	Trading	704.31	149.22	-	149.22
	Others	14880.57	14673.37	14591.88	14673.37
	Total	15584.88	14822.59	14591.88	14822.59

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Notes:

- 1 On conservative basis, the Deferred Tax Assets have not been recognised.
- 2 The Company had fuel supply agreement (FSA) with Central Coalfields Limited. However the supply of coal was discontinued. Due to stoppage of coal supply the operations of the plant were suspended w.e.f. 9th August, 2013.
- 3 Encouraged with the current outlook of Steel Industry, The Company has entered into a Facility User Agreement with a third party which will become operative in the 11th quarter of 2021. The Company has taken up renovation and overhauling of the complete plant (including railway siding) with a capital outlay of Rs. 4200 lacs approx. (inclusive of tax).
- 4 As on 30.06.2021 Disputed liability amounting to Rs. 3778.35 lacs on account of currency fluctuations on Foreign currency loans obtained by the company and interest thereon, as per BIFR scheme dated 29.07.2004, has not been provided in the books of account pending disposal of Letters Patent Appealant Jurisdiction (LPA) filed before the larger bench of Jharkhand High Court, Ranchi. It is pertinent to note that IFC (Washington) had filed application for withdrawal in C.A. No. 4075 of 2016 on 27.07.2018. In view of the same interest has not been provided in the books of accounts.
- 5 No provision has been made for penalty of Rs. 215.28 lacs recovered by South East Coalfields Ltd. on account of short lifting of coal in terms of FSA, The matter is pending under writ petition filed by Company before the Hon'ble High Court of Chhattisgarh, Bilaspur and the amount has been included in long term loans and advances.
- 6 In view of the facts stated under Note No 2 above, the operations of the Plant were suspended w.e.f. 9th August, 2013 and accordingly the provisions for undeposited items of expense have not been made in the accounts for the period from 10th August, 2013 to 30th June, 2021 -
 - (a) Interest on Unsecured Loans taken from Promoters and Other Parties are not provided,
 - (b) Interest on Soft Loan from Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme, 2003 amounting to Rs. 5,049.09 lacs which is subject to representations for waiver.
- 7 The Limited Review, as required under regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 has been completed by Statutory Auditors.
- 8 Previous period figures have been regrouped / recast / rearranged wherever necessary.

Place **Zurich**
Date: 13/08/2021




Umesh Kumar Modi
(Chairman & President)
DIN: 00002757

