Bansal Bansal & Co.
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT

To The Board of Directors
BIL ENERGY SYSTEM LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of **BIL ENERGY SYSTEMS LIMITED** for the quarter ended December 31, 2015. This statement is the responsibility of the company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400 'Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. **The company has not provided for interest payable to State Bank of India amounting to Rs 300.71 lacs for the quarter ended 31st December, 2015. As a result, the loss for the quarter ended 31st December 2015 is understated by Rs 300.71 lacs & current liabilities as at 31st December are also understated by Rs 300.71 lacs and also reserves are overstated by Rs 300.71 lacs. Total Interest not provided for the nine months ended 31st December 2015 is Rs 873.30 lacs. The Company has not provided for interest payable to State Bank of India amounting to Rs 1045.12 lacs for the year ended 31st March 2015. The Company has also not made any provision for penal interest claimed by the bank. The amount of penal interest cannot be quantified as the details have not been received from the bank.**

4. **The lender' Bank of Bilpower Limited has pursuant to certain corporate guarantees given by the company demanded from the company their dues from Bilpower Limited amounting to Rs 215.82 crores. No provision has been made in the accounts for the probable loss that may arise on account of above demand of Rs 215.82 crores.**



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BIL ENERGY SYSTEMS LIMITED

Registered Office : 2nd Floor, Vikas Chambers, Jn of Link & Marve Road, Malad (W), Mumbai - 400 064
CIN No.:- L28995MH2010PLC199691 Website:-www.bilenergy.com Email ID:- investors@bilenergy.com Telephone No.:- 022-42728080 Fax No.:-022-28811225

Unaudited Financial Results for the Quarter and Nine Months ended on 31st December, 2015

(₹ in Lacs)

PART I

	Particulars	Three Months Ended 31.12.2015	Preceding Three Months ended 30.09.2015	Corresponding Three Months ended 31.12.2014	Nine Months ended 31.12.2015	Nine Months ended 31.12.2014	Previous Year ended 31.03.2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		1	2	3	4	5	6
1	**Income from Operations**						
	Net Sales / Income from Operations (Net of excise duty)	364.44	818.39	1302.84	1899.47	3704.16	4194.16
	Total Income from operations (net)	364.44	818.39	1302.84	1899.47	3704.16	4194.16
2	**Expenses**						
	a) Cost of materials consumed	151.04	417.12	688.33	897.56	1398.67	1625.56
	b) Purchase of stock in trade	322.23	438.48	183.55	1082.92	1255.33	1415.23
	c) Changes in inventories of finished goods, work in progress and stock in trade	(116.65)	(84.19)	389.88	(205.02)	750.95	789.03
	d) Employee benefits expense	39.38	34.70	43.42	109.75	99.01	135.82
	e) Depreciation and amortisation expense	107.35	107.64	108.83	321.91	344.83	473.25
	f) Other expenses	6.56	19.03	34.55	47.32	186.35	226.15
	Total Expenses	509.91	932.78	1448.56	2254.44	4035.14	4665.04
3	**Profit \ (Loss) from Operations before Other Income, finance costs and exceptional items (1-2)**	(145.47)	(114.39)	(145.72)	(354.97)	(330.98)	(470.88)
4	Other Income	85.24	94.19	114.36	274.11	611.10	535.74
5	**Profit \ (Loss) from ordinary activities before finance costs and exceptional items (3+4)**	(60.23)	(20.20)	(31.36)	(80.86)	280.12	64.86
6	Finance costs	10.65	18.38	15.16	44.70	41.07	66.42
7	**Profit \ (Loss) from ordinary activities after finance costs but before exceptional items (5-6)**	(70.88)	(38.58)	(46.52)	(125.56)	239.05	(1.56)
8	Exceptional Items	12.40	1.73	66.74	48.84	69.28	44.77
a)	Provision for doubtful debts	3.33	2.25	6.32	3.48	(152.04)	(141.10)
b)	Provision for dimunition in Value of Quoted Investment	(86.61)	(42.56)	(119.58)	(177.88)	321.81	94.77
9	**Profit \ (Loss) from Ordinary Activities before tax (7-8)**		0.25	-	0.25	-	-
10	Tax Expenses	(86.61)	(42.81)	(119.58)	(178.13)	321.81	94.77
11	**Net Profit \ (Loss) from Ordinary Activities after tax (9-10)**	"	"	"	"	"	"
12	Extraordinary items (net of tax expenses)	(86.61)	(42.81)	(119.58)	(178.13)	321.81	94.77
13	**Net Profit \ (Loss) for the period (11+12)**	1057.08	1057.08	1057.08	1057.08	1057.08	1057.08
14	Paid Up Equity Share Capital	1.00	1.00	1.00	1.00	1.00	1.00
	Face Value of Equity Shares (in Rupees)						
15	Reserves Excluding Revaluation Reserves as per balance sheet of previous year	-	-	-	-	-	1384.48
16 i	Earning Per Share (Before extraordinary items) (of ₹ 1/- Each)						
	a) Basic	(0.08)	(0.04)	(0.11)	(0.17)	0.30	0.09
	b) Diluted	(0.08)	(0.04)	(0.11)	(0.17)	0.30	0.09
16 ii	Earning Per Share (After extraordinary items) (of ₹ 1/- Each)						
	a) Basic	(0.08)	(0.04)	(0.11)	(0.17)	0.30	0.09
	b) Diluted	(0.08)	(0.04)	(0.11)	(0.17)	0.30	0.09

Notes

1) The Company primarily deals in the business of Electrical Steel Products and Other Steel Products as single segment hence Segment Reporting as defined in Accounting Standard 17 (AS-17) issued by The Institute of Chartered Accountants of India is not applicable to the Company.
2) The above results were reviewed by Audit Committee and approved by the Board of directors of the Company at its meeting held at Mumbai on 12th February 2016
3) The auditors have conducted a "Limited Review" of the above financial results.
4) Other income includes interest, commission, rent etc.
5) The lender bank has recalled the entire oustanding amounts alleged to be ₹.89.84 crores as per order dated 14/05/2015.
6) Previous period figures have been regrouped and reclassified, where ever necessary, to make them comparable with current quarter figures.

For & on behalf of the Board of Directors

Chandrashekhar Trivedi
Managing Director (DIN No 00135114)

Place : Mumbai
Date : 12.02.2016

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Bansal Bansal & Co.**
Chartered Accountants
Firm Reg. No. 100986W



Manoj Agrawal
Partner
M. No. 107624

Place of Signature: Mumbai
Date: 12th February, 2016.