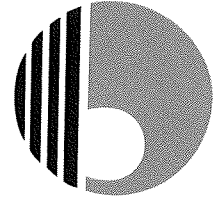


BHUSHAN STEEL LIMITED



BHUSHAN

Corporate Office :

Bhushan Centre, Hyatt Regency Complex,
Bhikaji Cama Place, New Delhi - 110066
Tel. : 91-11-71194000 Fax : 91-11-46518611

BSL/CS/SE17
February 10, 2017

The Manager,
Listing Department,
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai- 400 001.

The Manager,
Listing Department,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
MUMBAI - 400051.

SUB.: OUTCOME OF BOARD MEETING HELD ON FEBRUARY 10, 2017.

**Approval of Un-audited Financial Results for the 3rd quarter ended
December 31, 2016**

Dear Sir,

This is in continuation to our letter dated 31-01-2017 and in compliance with the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, this is to inform you that the Meeting of the Board of Directors of the Company held on Friday the February 10, 2017 inter-alia, considered and approved Un-audited Financial Results for the 3rd quarter ended December 31, 2016 (copy enclosed).

This is for your information and record.

Thanking you,

Yours faithfully,
for **BHUSHAN STEEL LIMITED**

(O. P. DAVRA)
COMPANY SECRETARY

Encl. : as above.

BHUSHAN STEEL LIMITED

Regd. Office : Bhushan Centre, Ground Floor, Hyatt Regency Complex, Bhikaji Cama Place, New Delhi-110066
Telephone: 91-11-71194000 Fax : 91-11-46518611 Website : www.bhushansteel.com Email: bs@bhushansteel.com CIN : L74899DL1983PLC014942

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED 31ST DECEMBER, 2016

		(Rs. in Crs. except as stated)					
S.NO.	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015	
							UNAUDITED
1	INCOME FROM OPERATIONS						
	Domestic Sales						
	Exports Sales	3498.35	2506.44	2491.41	8780.33	8402.53	
(a)	Gross Sales	501.85	383.84	256.27	1375.17	900.80	
	Other operating income Domestic	4000.20	2890.28	2747.68	10155.50	9303.33	
	Other operating income Export	89.09	113.56	74.97	299.97	340.15	
(b)	Total other operating income	5.44	4.85	8.26	12.90	23.27	
	Total Income from Operations	94.53	118.41	63.23	312.87	363.42	
2	Expenses	4094.73	3008.69	2630.91	10468.37	9666.75	
	a) Cost of Materials Consumed						
	b) Purchase of Stock in Trade	2077.47	1332.77	1404.53	4995.55	4622.51	
	c) Change in Inventories of Finished Goods, Work in Progress and stock in trade (Increase)/ Decrease	(359.37)	7.53	(45.68)	(682.15)	2.59	
	d) Employee Benefits Expense					41.59	
	e) Depreciation and Amortisation Expense	120.46	123.22	109.40	354.97	323.17	
	f) Power and Fuel	290.03	288.04	273.41	874.12	806.44	
	g) Excise Duty Expenses	329.56	280.07	270.40	928.80	904.48	
	h) Other Expenses	389.07	291.11	293.05	990.25	972.46	
	Total Expenses	712.71	487.18	447.09	1760.96	1350.42	
3	Profit / (Loss) from operations before other income, finance costs & exceptional items	3559.93	2609.92	2752.20	9222.50	9023.66	
	Other Income	534.80	198.77	78.71	1246.87	643.09	
4	Profit / (Loss) from ordinary activities before finance costs & exceptional items	16.15	17.10	12.61	57.21	48.22	
5	Finance Costs	550.95	215.87	91.32	1303.08	691.31	
6	Profit / (Loss) from ordinary activities after finance costs but before exceptional items	1377.38	1328.35	1146.16	4001.28	3309.83	
7	Exceptional items	(826.43)	(1112.48)	(1054.84)	(2698.20)	(2618.52)	
8	Profit/(Loss) from ordinary activities before tax	-	-	-	-	-	
9	Tax expense	(826.43)	(1112.48)	(1054.84)	(2698.20)	(2618.52)	
10	Net Profit / (Loss) from ordinary activities after tax	(92.39)	(132.26)	(361.24)	(327.73)	(473.81)	
11	Extraordinary items (net of tax)	(734.04)	(980.22)	(693.60)	(2370.47)	(2144.71)	
12	Net Profit / (Loss) for the Period	-	-	-	-	-	
13	Other Comprehensive Income/(Loss)	(734.04)	(980.22)	(693.60)	(2370.47)	(2144.71)	
14	Total Comprehensive Income/(Loss)	0.07	(1.14)	0.29	(2.76)	0.58	
15	Paid-up Equity Share Capital (Face Value of Rs.2/- each)	(733.97)	(981.36)	(693.31)	(2373.23)	(2144.13)	
16	Reserves Excluding Revaluation Reserves	45.30	45.30	45.30	45.30	45.30	
17	EPS (Not Annualised)						
18	i) Basic (Rs.)	(32.62)	(43.69)	(30.84)	(105.28)	(95.24)	
	ii) Diluted (Rs.)	(32.62)	(43.69)	(30.84)	(105.28)	(95.24)	

NOTES:

- The above results have been reviewed by Audit committee and approved by the Board of Directors at New Delhi in their respective meetings on 10th February, 2017.
- The limited review for the quarter and nine month ended on 31st December, 2016, as required under Regulation 33 of SEBI (Listing obligation & disclosure requirements) Regulation, 2015 has been carried out by the Statutory Auditors.
- The Company adopted Indian Accounting Standard ("Ind AS") from 1st April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under except non reclassification of preference shares along with premium thereon as borrowings and consequential effect thereof, which is under evaluation and will be done along with audited accounts for the year ended 31st March, 2017. The date of transition to Ind AS is 1st April, 2015. The impact of transition has been accounted for in opening reserves and the comparative period results have been restated accordingly. The opening balance sheet as at 1st April, 2015 and the results for the subsequent periods would get finalised along with the annual financial statements for the year ended, 31st March, 2017.
Due to certain tax clarifications related to Ind AS, which are yet to be finalised by the Government, there is a possibility that these quarter / nine months financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending 31st March, 2017. The changes could be in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or valuation and classification changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
As per the exemption given in para 2.6.1 (iii) of the SEBI circular no. CIR/CFD/FAC/62/2016 dated 05.07.2016, the Ind AS compliant financial results for the previous year ended 31st March, 2016 have not been provided.
- The Company is in the business of manufacturing steel products and hence has only one reportable operating segment as per IND AS 108 "Operating Segments".
- The Supreme Court of India, vide its order dated 24/09/2014, cancelled number of coal blocks allocated to various entities which includes one coal block allocated to the company and one of its associated company which were under development. Subsequently, the Government of India has issued the Coal Mines (Special Provision) Act 2015, which inter-alia deal with the payment of compensation to the effected parties in regard to investment in coal blocks.
No effect has been taken on the value of investment made by the company in the de-allocated coal blocks amounting to Rs.562.90 crores (including Expenditure incurred of Rs. 133.46 crores and Advances given Rs. 427.44 crores) and Rs. 6.69 crores in Equity Shares/ advance for share capital in the associated company whose coal blocks have been de-allocated. In the opinion of the management, the Company/ associated company will receive back the payments/ expenditure paid/ made, including borrowing cost and other incidental expenditure, relating to de-allocated coal blocks. The Company has filed its claim for compensation with Govt. of India, Ministry of Coal. Subsequently, the Company has filed a petition for recovery of the amount before the Hon'ble Delhi High Court in which notice has been issued to Union of India and others.
- The Nine Judges Bench of Hon'ble Supreme Court, vide its judgment dated 11.11.2016, has upheld the constitutional validity of levy of Entry Tax by the States and has laid down principles/tests on levy of Entry Tax in various States. The respective regular benches of the Court would hear the matters as per laid down principles. Pending decision by the regular benches of the Court on levy of entry tax in the States, the disputed entry tax demand has been treated as contingent liabilities.
- Due to the loss incurred, the Company applied to the Central Government for the approval of managerial remuneration. The approval from Central Government has been received but clarification regarding Leave Encashment, PF and taxable Car perquisite has been sought by the Company. Hence, the payment of Leave Encashment, PF and taxable Car perquisite are subject to approval of Central Government.
- Some Parties accounts including banks / financial institutions are subject to confirmation / reconciliation.
- Previous period figures have been regrouped / rearranged wherever considered necessary to make them comparable with current period.

(Rs. in Crs. except as stated)

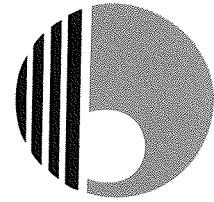
S. No.	Nature of Adjustments	Quarter ended	Nine Months ended
		31.12.2015	31.12.2015
		Unaudited	Unaudited
	Net Profit/(Loss) as per Previous Indian GAAP	(697.15)	(2168.90)
1	Financial Liabilities at Amortised cost using Effective Interest Method	9.69	31.74
2	Financial assets at Amortised cost using Effective Interest Method	(0.59)	(1.77)
3	Accrual of Benefits under Package Scheme of Incentive- 2007(Maharashtra)	-	5.38
4	Actuarial gains and losses	(0.34)	(1.00)
5	Effect of Amortisation of lease hold land	0.04	0.11
6	Others	(8.26)	(16.17)
7	Tax effect	3.01	5.90
	Net Profit/(Loss) for the Period (A)	(693.60)	(2144.71)
8	Actuarial gains and losses	0.34	1.00
9	On account of Measuring Investments at Fair Value	0.06	(0.06)
10	Tax effect	(0.11)	(0.34)
	Other Comprehensive Income/(Loss) (B)	0.28	0.58
	Total Comprehensive Income/(Loss) (A+B)	(693.31)	(2144.13)

Place: New Delhi
Date: 10th February, 2017

For and on behalf of the Board

Sd/-
NEERAJ SINGAL
Vice Chairman & Managing Director

BHUSHAN STEEL LIMITED



BHUSHAN

Corporate Office :

Bhushan Centre, Hyatt Regency Complex,
Bhikaji Cama Place, New Delhi - 110066
Tel. : 91-11-71194000 Fax : 91-11-46518611

BSL/CS/SE17
February 10, 2017

The Manager,
Listing Department
BSE Limited ,
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai- 400 001.

The Manager,
Listing Department,
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
MUMBAI - 400051.

**SUB.: LIMITED REVIEW REPORT FOR THE 3RD QUARTER ENDED
DECEMBER 31, 2016.**

Dear Sir,

In compliance with the provisions of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, we are enclosing herewith the copy of Limited Review Report on Un-Audited Financial Results for the 3rd quarter ended December 31, 2016 prepared by the Statutory Auditors of the Company.

The said Limited Review Report has been approved by the Board of Directors of the Company at their meeting held on February 10, 2017.

This is for your information and record.

Thanking You,

Yours faithfully,
for **BHUSHAN STEEL LIMITED**

(O.P. DAVRA)
COMPANY SECRETARY

Encl. : As above.

LIMITED REVIEW REPORT

The Board of Directors
Bhushan Steel Limited

We have reviewed the accompanying statement of unaudited standalone financial results of **Bhushan Steel Limited** (the Company) for the quarter and nine months ended 31st December, 2016 and together with the notes thereon (the statement), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 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 statements based on our review.

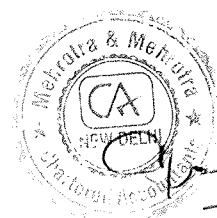
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

1. *The Supreme Court of India vide its order dated 24.09.2014, cancelled number of coal blocks allocated to various entities, that includes one coal block allocated to the company and one of its associate company, which were under development. Subsequently, the Government of India has passed the Coal Mines (Special Provision) Act, 2015, which, inter-alia, deals with the payment of compensation to the affected parties in regard to their investment in the de-allocated coal blocks.*

No effect has been taken by the company on the value of investment made by the company in the de-allocated coal blocks amounting to Rs.562.90 crores [including expenditure incurred Rs.135.46 crores and advance given Rs.427.44 crores] and Rs.6.69 crores in Equity Shares/advance for share capital in the associate company, whose coal blocks have been de-allocated. In the opinion of the management, the Company/associate company will receive back the payment/expenditure paid/made, including borrowing cost and other incidental expenditure, relating to de-allocated coal blocks. The Company has filed its claim for compensation with Government of India, Ministry of Coal. Subsequently, the Company has filed a petition for recovery of the amount before the Hon'ble Delhi High Court, in which notice has been issued to Union of India and others.

We are unable to comment on the impact on the value of investment made by the company and its associate in the de-allocated coal blocks and their consequent impact on the losses.



2. The company adopted Indian Accounting Standard (Ind AS) from 1st April, 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued there-under except non reclassification of preference shares along with premium thereon as borrowings and consequential effect thereof.

Qualified Conclusion

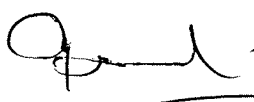
Based on our review conducted as above, except for the matters described in the Basis of Qualified Conclusion paragraph above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards i.e. Ind AS 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 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 and SEBI Circular dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Mehra Goel & Co.
[FRN: 000517N]
Chartered Accountants




R.K. Mehra
Partner
M No. 006102

For Mehrotra & Mehrotra
[FRN: 00226C]
Chartered Accountants




Rajesh Jhalani
Partner
M. No. 074809

Place : New Delhi
Date : 10th February, 2017