

BHUSHAN STEEL LIMITED



BHUSHAN

BSL/CS/SE17
SEPTEMBER 15, 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.

Corporate Office :

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

Sub: Outcome of Un-Audited Financial Results for Quarter Ended June 30, 2017 (*pertaining to period before commencement of the Corporate Resolution Process*)

Dear Sirs,

In continuation of our letter no. BSL/CS/SE17 dated September 08, 2017, this is to inform that the Resolution Professional has today, September 15, 2017, considered and taken on record the un-audited financial results and limited review report for the quarter ended June 30, 2017. The un-audited financial results and limited review report is enclosed herewith

It may be noted that these un-audited financial results pertain to a period before the commencement of the CIRP and appointment of the Resolution Professional (RP). The RP has not conducted an independent verification of these financial results and is not in a position to certify the truthfulness, fairness, accuracy or completeness of these results. The RP has relied upon the assistance provided by the Members of the Audit Committee in review of the financial Results and certifications, representations and statements made by Mr. Neeraj Singal, Managing Director & Chief Executive Officer and Mr. Nittin Johari, Whole Time Director & Chief Financial Officer in relation to the financial results. The reviewed financial results have been taken on record by the Members of the Board of Directors. The RP has accordingly taken these financial results on record.

Further, please note that the Company has already made necessary arrangement to publish the same in newspaper as required under SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015.

The meeting of the members of board of directors, along with the Resolution Professional, Key Managerial Personnel and Statutory Auditors of the Company commenced on 7.00 P.M. and concluded at 8.50 P.M.

The above is for your information and record.

Regards

For **Bhushan Steel Limited**

O. P. Davra
Company Secretary



Encl: as above

INDEPENDENT LIMITED REVIEW REPORT

The Interim Resolution Professional (IRP)
Bhushan Steel Limited
New Delhi

We have reviewed the accompanying statement of unaudited standalone financial results (Statement) of **Bhushan Steel Limited** (the Company) for the quarter ended 30th June, 2017 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 taken on record by the Interim Resolution Professional (appointed by National Company Law Tribunal vide order dated 26.07.2017 under Insolvency and Bankruptcy Code, 2016). Our responsibility is to issue a report on these financial statements based on our review.

This Statement, which is the responsibility of the Company's Management and considered and taken on record by the Interim Resolution Professional, relying on certification by the Key Management Personnel, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there-under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement 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

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, which was 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 the 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.56289.96 lacs (including expenditure incurred of Rs.13546.46 lacs and advance given of Rs.42743.50 lacs). In the opinion of the management, the company will receive back the payments / expenditure paid / made, including borrowing cost and other incidental expenditure, relating to de-allocated coal block. The company has filed its claim for compensation with the Government of India, Ministry of Coal. Subsequently, the company has filed a petition before the Hon'ble Delhi High Court for early recovery of amount, in which notice has been issued to the Union of India and the matter is still pending for disposal.

We are unable to comment on the impact on the value of investment made by the company in the de-allocated coal blocks and their consequent impact on the losses for the period ended 30th June, 2017.



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 Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and SEBI Circulars CIR/CFD/CMD/15/2015 dated 30 November, 2015 and CIR/CFD/FAC/62/2016 dated 5 July, 2016 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.

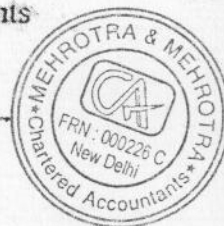
For Mehra Goel & Co.
[FRN: 000517N]
Chartered Accountants

R.K. Mehra
Partner
M No. 006102



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

Rajesh Jhalani
Partner
M. No. 074809



Place
Date : 15th September, 2017