

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/SE16
September 10, 2016

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 1st QUARTER ENDED
JUNE 30, 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 1st quarter ended June 30, 2016 prepared by the Statutory Auditors of the Company.

The said Limited Review Report was approved by the Board of Directors of the Company at their meeting held on September 10, 2016.

This is for your information and record.

Thanking You,

Yours faithfully,
for **BHUSHAN STEEL LIMITED**

**(O.P. DAVRA)
COMPANY SECRETARY**



Encl. : As above.

Registered Office : Bhushan Centre, Ground Floor, Hyatt Regency Complex, Bhikaji Cama Place, New Delhi - 110066 INDIA

Tel. : 91-11-39194000 **Fax :** 91-11-26478750 **Email :** bsl@bhushansteel.com **Website :** www.bhushansteel.com **CIN :** L74899DL1983PLC014942

Limited Review Report On Quarterly Financial Results

To Board of Directors of **Bhushan Steel Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Bhushan Steel Limited** for the period ended **June 30, 2016**, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to the fact that the figures for the corresponding quarter ended June 30, 2015, including the reconciliation of loss under Ind AS of the corresponding quarter with loss reported under previous GAAP, as reported in these financial results have been approved by company's Board of Directors but have not been subjected to review.

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 provides 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, that includes one coal block allocated to the company and one of its associated 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 effected 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 associated company, whose coal blocks have been de-allocated. In the opinion of the management, the Company/associated 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.

Based on our review conducted as above, *except for the matter described in the Basis of Qualified Opinion 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.
(Firm Registration No: 000517N)
Chartered Accountants

R.K.Mehra
Partner

Membership Number: 006102



For Mehrotra & Mehrotra
(Firm Registration No: 000226C)
Chartered Accountants

Rajesh Jhalani
Partner

Membership Number: 074809



Place: New Delhi

Date : 10th September, 2016