



National Steel & Agro Industries Ltd

November 12, 2021

Ref. No.: NSAIL/SEC/2021-22

To,
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building, P J Towers,
Dalal Street, Fort,
Mumbai - 400 001

To,
National Stock Exchange of India Limited
'Exchange Plaza', C-1, Block G,
Bandra - Kurla Complex,
Bandra (E)
Mumbai 400 051

Sub: Outcome of Board Meeting held on November 12, 2021

Dear Sir/Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that, a meeting of the Board of Directors of the Company was held on Friday, the 12th day of November, 2021 at 2:30 P.M. at the administrative Office of the Company situated 401, Mahakosh House, 7/5, South Tukoganj, Indore (M.P.)-452001.

The Board inter-alia considered, approved the Quarterly Unaudited Financial Results of the Company for the quarter and half year ended on September 30, 2021.

Kindly take the same on your record.

Thanking you,

Yours faithfully,

For National Steel and Agro Industries Limited


Anusha Chandwani

Company Secretary

Membership No: ACS/4974

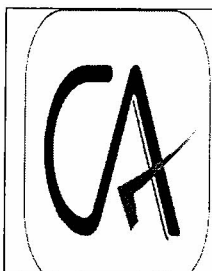


Encl: As above



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph: +91 22 22886267, 22025098
Fax: +91 22 22025084 CIN: L27100MH1985PLC140379

Admn. Office : 401, Mahakosh House, 7/5 South Tukoganj, Nath Mandir Road, Indore - 452 001, M.P., India
Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



FADNIS & GUPTE LLP

CHARTERED ACCOUNTANTS

B-14, Ratlam Kothi, Kanchan Bagh Main Road, Indore- 452001
(M.P.) INDIA

Phone: 0731-2514448, 2527716, 2528730

E-mail: mail@fngca.com, Website: www.fngca.in

Independent Auditor's Review Report on the Quarterly and Year To Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, read with SEBI Circular No. CIRJCFD/CMDI/44/2019 dated March 29, 2019.

To,
The Board of Directors
National Steel and Agro Industries Limited
Indore

We have reviewed the accompanying statement of unaudited standalone financial results ("the Statement") of National Steel and Agro Industries Limited ("the Company") for the quarter ended September 30, 2021 and year to date from April 01, 2021 to September 30, 2021. The Statement has been prepared by the company's Management pursuant to requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the listing regulations").

This Statement, which is the responsibility of the company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 of interim financial information consists of making inquiries, primarily of persons responsible for



	FADNIS & GUPTE LLP
	CHARTERED ACCOUNTANTS
	B-14, Ratlam Kothi, Kanchan Bagh Main Road, Indore- 452001 (M.P.) INDIA
	Phone: 0731-2514448, 2527716, 2528730 E-mail: mail@fngca.com , Website: www.fngca.in

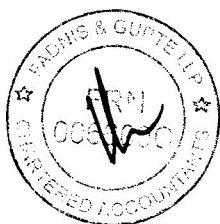
financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for qualified conclusion.

Basis for Qualified Conclusion

Interest on debts payable to JM Financial Asset Reconstruction Company Limited amounting to Rs.66.32 Crores has not been provided as per Note 2(a) for the half year ended on 30th September, 2021. The interest amounting to Rs. 32.58 Crores provided for the quarter ended 30th June, 2021 has also been reversed during the quarter under review as per Note 2(b). The accumulated losses and the borrowings are understated by Rs 66.32 Crores as on 30th September, 2021.

Based on our review conducted except for the matters described in the Basis for qualified conclusion, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.



	FADNIS & GUPTE LLP CHARTERED ACCOUNTANTS B-14, Ratlam Kothi, Kanchan Bagh Main Road, Indore- 452001 (M.P.) INDIA Phone: 0731-2514448, 2527716, 2528730 E-mail: mail@fngca.com, Website: www.fngca.in
---	--

Emphasis of Matter

1. Attention is drawn to Note 3(a) that the company has accumulated secured debts (inclusive of interest & net of payment) amounting to Rs. 1477.52 Crores which was classified as Non-Performing Assets (NPA) by the banks.
2. As per Note 3(b), One of the lenders has declared Company and it's Directors as Willful Defaulter.
3. As per Note 3(c), two banks have also issued notices to the company and it's Directors with intent to classify them as "Willful Defaulter".
4. Attention is drawn to Note 3(d) that IDBI Bank Limited, State Bank of India, Union Bank of India (Earlier Andhra Bank), Central Bank of India and Bank of Maharashtra (collectively hereinafter referred as "Banks") through joins assignment agreement, as assigned it's debts extended to the Company to JM Financial Asset Reconstruction Company Limited (JMFARC) along with all underlying securities, rights, title and interest thereof on 31st March, 2021. Bank of India has also assigned its debt to JM Financial Reconstruction Company Limited ("JMFARC") along with all underlying securities, rights, title and interest thereof on 30th September' 2021.
5. As per Note 3(e) and 3(f), one of the financial creditors and some of the operational creditors/parties have filed application/ petition before the NCLT/NCLAT/Supreme Court under Insolvency & Bankruptcy Code against which the company has adopted legal recourse.



	FADNIS & GUPTE LLP
	CHARTERED ACCOUNTANTS
	B-14, Ratlam Kothi, Kanchan Bagh Main Road, Indore- 452001
	(M.P.) INDIA
	Phone: 0731-2514448, 2527716, 2528730 E-mail: mail@fngca.com , Website: www.fngca.in

6. Attention is drawn to Note 3(g) that JM Financial Asset Reconstruction Company Limited (JMFARC) has served notice under Section 13(2) of Securitization and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002 ('SARFAESI Act') for recovery of Rs. 1,119.55 Crores in respect of loans and interest thereon within Sixty (60) days from the notice dated 24th September, 2021.

Material Uncertainty Related to Going Concern

We draw attention to Note (4) regarding preparation of financial statements on going concern basis, which states that the Company's net worth has been fully eroded and stands at Rs. (-) 1,357.70 Crores and its current liabilities exceeded current assets by Rs 1755.38 Crores as on September 30, 2021.

As stated, these events and conditions mentioned in Emphasis of Matter paragraph above, along with other matters, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in this regard.

Place of Signature: Indore
Date: November 12, 2021
UDIN:21074814AAAAGA7751



For Fadnis and Gupta LLP
Chartered Accountants
FRN 006600C



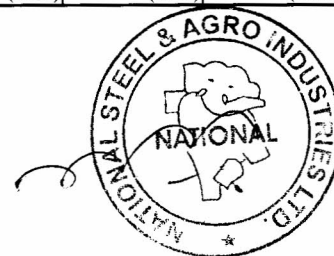
(CA. Vikram Gupta)
Partner
M. No. 074814



National Steel & Agro Industries Ltd

Statement of Unaudited Financial Results for the quarter and half year ended 30th September, 2021

(Rs. in Lakhs except EPS)							
S. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations						
	(a) Sales / Income from operations	17,766	24,589	50,394	42,355	76,725	1,52,740
	(b) Other operating income	2,991	280	1,533	3,271	2,132	5,108
	Total income from operations	20,757	24,869	51,927	45,626	78,857	1,57,848
	Other income	7	42	482	49	524	827
	Total Revenue	20,764	24,911	52,409	45,675	79,381	1,58,675
2	Expenses						
	(a) Cost of materials consumed	13,655	17,404	46,701	31,059	68,880	1,35,787
	(b) Purchases of stock-in-trade	2,179	1,845	-	4,024	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	774	501	(809)	1,275	477	904
	(d) Employee benefits expense	955	910	808	1,865	1,529	3,293
	(e) Finance costs	1,641	10,596	5,105	12,237	9,569	19,758
	(f) Depreciation and amortisation expense	1,199	1,198	1,219	2,397	2,436	4,870
	(g) Other expenses	3,290	5,871	5,197	9,161	8,870	19,335
	Total Expenses	23,693	38,325	58,221	62,018	91,762	1,83,947
3	Profit / (Loss) from operations before exceptional items and Tax (1-2)	(2,929)	(13,414)	(5,812)	(16,343)	(12,381)	(25,272)
4	Exceptional items (refer note no.2 (b))	3,258	-	-	3,258	-	-
5	Profit / (Loss) before tax (3 + 4)	329	(13,414)	(5,812)	(13,085)	(12,381)	(25,272)
6	Tax expenses						
	a) Current tax	-	-	-	-	-	-
	b) Deferred tax (refer note no.9)	0	(3,132)	(1,044)	(3,132)	(571)	(2,532)
	Sub total of 6 (a+b)	0	(3,132)	(1,044)	(3,132)	(571)	(2,532)
7	Net Profit / (Loss) for the period (5 - 6)	329	(10,282)	(4,767)	(9,953)	(11,809)	(22,740)
8	Other Comprehensive Income / (Loss)						
	-Items that will not be reclassified to Profit & loss						
	Re-measurement gains/ (loss) on defined benefit plans	(129)	(130)	(10)	(259)	(19)	(519)
	Gain on Equity Instruments through Other Comprehensive Income						
9	Total Comprehensive Income / (Loss) (7+8)	200	(10,412)	(4,777)	(10,212)	(11,828)	(23,258)
10	Paid-up equity share capital (Face Value of the Share Rs. 10/- each)	4,450	4,450	4,450	4,450	4,450	4,450
11	Earnings per equity share						
	(of Rs. 10 /- each) (not annualised):						
	(a) Basic	0.74	(23.11)	(10.71)	(22.37)	(26.54)	(51.10)
	(b) Diluted	0.74	(23.11)	(10.71)	(22.37)	(26.54)	(51.10)



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph: +91 22 22886267, 22025098
Fax: +91 22 22025084 **CIN: L27100MH1985PLC140379**

Admn. Office : 401, Mahakosh House, 7/5 South Tukoganj, Nath Mandir Road, Indore - 452 001, M.P., India
Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



National Steel & Agro Industries Ltd

Unaudited Statement of Assets and Liabilities As on 30th September' 2021

(Rs. in Lakhs)

		As at 30th September,2021	As at 31st March,2021
1	ASSETS		
	Non-Current Assets		
	(a) Property, Plant and Equipment	43,244	45,620
	(b) Other Intangible Assets	38	52
	(c) Financial Assets		
	(i) Investments	124	96
	(ii) Other Financial Assets	533	369
	(d) Deferred Tax Assets (Net)	223	-
	(e) Other Non-Current Assets	992	597
	Non-Current Assets	45,154	46,734
2	Current Assets		
	(a) Inventories	4,930	6,968
	(b) Financial Assets		
	(i) Trade Receivables	420	263
	(ii) Cash and Cash Equivalents	543	632
	(iii) Bank Balance Other than (ii) above	238	274
	(c) Other Current Assets	4,990	6,164
	Current Assets	11,121	14,301
	Total Assets	56,275	61,035
1	EQUITY AND LIABILITIES		
	(a) Equity Share Capital	4,450	4,450
	(b) Other Equity	(1,40,220)	(1,30,008)
	Total Equity	(1,35,770)	(1,25,558)
2	LIABILITIES		
	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	4,773	4,546
	(b) Provisions	613	613
	(c) Deferred Tax Liabilities (Net)	-	2,908
	Non-Current Liabilities	5,386	8,067
	Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	1,47,753	1,45,643
	(ii) Trade Payables		
	(A) Total outstanding dues of Micro enterprises & Small Enterprises	579	410
	(B) Total outstanding dues of Creditors Other Than Micro enterprises & Small enterprises	24,228	18,493
	(iii) Other Financial Liabilities	13	13
	(b) Other Current Liabilities	13,538	13,736
	(c) Provisions	548	232
	Current Liabilities	1,86,659	1,78,526
	Total Equity & Liabilities	56,275	61,035

Place: Indore
Date: 12th November'2021



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 024. Ph: +91 22 22886267, 22025098
Fax: +91 22 22025084

Admn. Office : 401, Mahakosh House, 7/5 South Tukoganj, Nath Mandir Road, Indore - 452 001, M.P., India
Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



Manoj Khetan
Whole Time Director and CFO
DIN - 06395265

CIN: L27100MH1985PLC140379



National Steel & Agro Industries Ltd

Half Yearly Cash Flow Statement For The Year Ended 30th September'2021 (Indirect Method set out in Ind As -7 Statement of Cash Flows)

(Rs in Lakhs)

	Half Year ended 30.09.2021	Half Year ended 30.09.2020
	(Unaudited)	(Unaudited)
A. Cash Flow operating activities :		
a) Net profit/ (loss) before Tax & Extra ordinary item	(16,343)	(12,381)
Adjustment for:		
Interest Reversal (Exceptional Items)	3,258	-
Depreciation	2,397	2,436
Interest Expenses	8,979	9,569
Fair Value (gain) /loss on Investment	(28)	(17)
Interest & Dividend Income	(17)	(5)
	(1,754)	(397)
b) Operating Profit before Working Capital Changes		
Adjustment for;		
Trade and other Receivable	(157)	1,531
Inventories	2,038	(3,292)
Other Current Assets	1,174	68
Other Bank Balances	35	-
Other Financial Assets	(164)	-
Other Non Current Assets	(395)	302
Trade Payable	5,905	2,300
Other Current Liability	(197)	(67)
Provisions	57	19
	8,297	861
	6,543	464
c) Cash Generated from Operations		
Income Tax	-	-
d) Cash flow before Extra ordinary item	6,543	464
Net Cash flow from Operating Activities (A)	6,543	464
B. Cash flow from Investing Activities :		
Interest & Dividend received	17	5
Purchase of Tangible Assets	(7)	(37)
Purchase of Intangible Assets		(20)
Net Cash Flow Used in Investing Activities (B)	10	(52)
C. Cash flow from Financing Activities :		
Borrowing /Adjustment for unpaid interest	(6,642)	(280)
Net Cash Flow Used in Financing Activities (C)	(6,642)	(280)
D. Net increase/ (decrease) in Cash and Cash Equivalent (A+B+C)	(89)	132
Cash and Cash Equivalent at beginning of the year	632	732
Cash and Cash Equivalent at end of the year	543	864
	(89)	132



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph: +91 22 22886267, 22025098
Fax: +91 22 22025084
CIN: L27100MH1985PLC140379

Admn. Office : 401, Mahakosh House, 7/5 South Tukoganj, Nath Mandir Road, Indore - 452 001, M.P., India
Ph: +91 731 2518167-8-9, 4017409 Fax: +91 731 2516714. Web: www.nsail.com



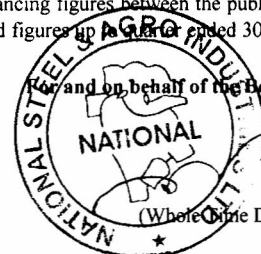
National Steel & Agro Industries Ltd

NOTES :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their meeting held on 12th November, 2021 in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
- 2 The above financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India, except:-
 - a) In view of the proposed settlement of dues with JMFARC which management estimates to be lower than the present dues appearing in the Books of Accounts, interest amounting to Rs. 66.32 Crores (including interest amounting to Rs. 32.58 Crores up to June 2021) for the half year ended on 30th September, 2021 has not been provided on debt payable to JM Financial Asset Reconstruction Company Limited (JMFARC).
 - b) Interest provided for the quarter ended on 30th June, 2021 for in respect of dues payable to JMFARC of Rs.32.58 Crores has been reversed.
 - c) Had the company provided interest on dues to JMFARC and not reversed interest provided in the previous quarter, the loss for the quarter would have been Rs.64.33 crores and for Rs. 168.44 crores for the half year ended on 30th September 2021.
- 3 (a) Company has accumulated secured debts (inclusive of interest and net payment) of Rs. 1477.52 Crores as of 30th September 2021, which has been classified as Non Performance Assets (NPA) by the lenders.
 - (b) One of the lender has declared Company & its Executive Director as Willful Defaulter without following the due procedure. The Company has represented to the lender to remove its name from Willful Defaulter list.
 - (c) Two lender banks have issued notices to the Company & its directors with intent to classify them as "Willful Defaulter". The Company and its Directors have given replies, respectively, to the said notices.
 - (d) IDBI Bank Limited, State Bank of India, Union Bank of India (earlier Andhra Bank), Central Bank of India and Bank of Maharashtra [collectively hereinafter referred as "Banks"] through Joint Assignment Agreement, have assigned their debt, extended to the Company, to JM Financial Asset Reconstruction Company Limited ("JMFARC") along with all underlying securities, rights, title, and interest thereof on 31st March 2021. Bank of India has later assigned its debt to JM Financial Reconstruction Company Limited ("JMFARC") along with all underlying securities, rights, title, and interest thereof on 30th September 2021.
 - (e) One of the financial creditor had filed petition before National Company Law Board (NCLT) under Insolvency and Bankruptcy Code (IBC), for which Company has adopted legal recourse.
 - (f) Some of Operational Creditors has filed petition before National Company Law Board (NCLT)/Supreme Court under Insolvency and Bankruptcy Code (IBC), for which Company has adopted legal recourse.
 - (g) On 24th September 2021 JMFARC has served notice under Section 13(2) of Securitisation and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002 ('SARFAESI Act') for recovery of Rs. 1,119.55 Crores in respect of loans and interest thereon within Sixty (60) days from the date of the said notice.
- 4 As on 30th September, 2021, company's net worth has been fully eroded and stand at Rs. (-) 1357.70 Crores and its current liability exceeds its current assets by Rs. 1755.38 Crores. Also company has incurred net loss of Rs. 102.12 Crores for the period April, 2021 to September, 2021. However, with nearly 85% capacity utilization, cost rationalization, improved process and with positive attitude from the lenders, results have been prepared on the basis of "going concern".
- 5 The Company operates in one Business Segment as per Ind AS 108- Operating Segments i.e. manufacturing Steel Coils & Sheets.
- 6 The company is successfully navigating through the situation arising out of COVID-19 pandemic with all resources at its disposal. Company is managing its all activities in according with the guidelines issued by various Governments agencies/disaster management committee/local bodies with 100% sanitization, social distancing norms and utmost precautions at its various location. The Company has taken into account possible impact of COVID-19 in preparation of the financial results based on internal and external information upto the date of approval of these financial results and current indicators of future economic conditions. The management does not foresee any material impact on its business due to non fulfillment of obligation by any party.
- 7 The code on Social Security, 2020 has been approved by Indian Parliament which would impact Company's contribution towards Provident Fund and Gratuity. The Company will assess its impact once the rules are notified.
- 8 In the matter of alleged unauthorized use of electricity, the supplier Madhya Pradesh Paschim Kshetra Vidyut Vitaran Company Limited (MPKVCL) initiated recovery proceedings for recovery of Rs. 103.61 Crores. Pending settlement and legal proceedings before the Hon'ble High Court and after several discussions/deliberations between the Company and the supplier, Company has on a conservative basis made provision of Rs 21.68 crores and Rs. 57.39 crores towards "Outstanding Demand" and "Interest & Surcharge" respectively in the previous quarter under review.
- 9 Deferred Tax Asset (DTA) on accumulated losses has been recognised to the extent of MAT Credit entitlement available and the Deferred Tax Liability created on equity component of compound financial instruments.
- 10 The figures of current quarter ended 30th September, 2021 and quarter ended 30th September, 2020 are the balancing figures between the published year to date figures in respect of the period ended 30th September, 2021 and 30th September, 2020, respectively and published figures up to quarter ended 30th June, 2021 and 30th June, 2020, respectively which were subjected to limited review.

Date: 12th November, 2021

Place: Indore



and on behalf of the Board of Directors

Manoj Khetan

(Whole Time Director and CFO)

DIN - 06395265



Regd. Office : 621, Tulsiani Chambers, Nariman Point, Mumbai - 400 021. Ph.: +91 22 22886267, 22025098
Fax : +91 22 22025084
CIN : L27100MH1985PLC140379

Admn. Office : 401, Mahakosh House, 7/5, South Tukoganj, Nath Mandir Road, Indore - 452 001, MP, India
Ph. : +91 731 2518167-8-9, 4017409 Fax : +91 731 2516714. Web.: www.nsail.com