



स्टील अथॉरिटी ऑफ इण्डिया लिमिटेड
STEEL AUTHORITY OF INDIA LIMITED

संख्या:सीए/17(44)/15
No.CA-17(44)/15

मई 29, 2015
May 29, 2015

The General Manager (MO)
Bombay Stock Exchange
Corporate Relationship Department
1st Floor, New Trading Ring,
Rotunda Building, P.P. Tower,
Dalal Street, Fort,
Mumbai-400001
Fax No.022-22723121/3719

महा प्रबंधक (एमओ)
बाम्बे स्टॉक एक्सचेंज
कॉरपोरेट रिलेशनशिप डिपार्टमेंट
पहली मंजिल, न्यू ट्रेडिंग रिंग
रोटुण्डा बिल्डिंग, पी.पी. टॉवर
दलाल स्ट्रीट, फोर्ट
मुम्बई - 400 001
फैक्स संख्या 022-22723121/3719

The Asstt. Vice President
National Stock Exchange of India Ltd.
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai-400 051.
Fax No.022-26598237/38

सहायक उपसभापति
नेशनल स्टॉक एक्सचेंज आफ इंडिया लिमिटेड
प्लॉट संख्या. सी/1, जी ब्लॉक
बांदरा-कुर्ला काम्प्लेक्स, बांदरा (पूर्व)
मुम्बई - 400 051
फैक्स संख्या 022-26598237/38

विषय: 31 मार्च, 2015 को समाप्त वित्तीय वर्ष के अंकेक्षित वित्तीय परिणाम की घोषणा
एवं अन्तिम लाभांश की सिफारिश

**Sub: Audited Accounts of 'SAIL' for the Financial Year ended 31st March, 2015 and
Recommendation of Final Dividend.**

Dear Sir,

In continuation to our letter of even number of today on the subject mentioned above we are re-submitting the results as a minor typographical error was found in the Statement of Assets and Liabilities which has now been rectified.

भवदीय,
Yours faithfully,


(एम. सी. जैन)
(M.C. Jain)
सचिव

संलग्न: उपरोक्त वर्णित।
Encl: as stated.

STEEL AUTHORITY OF INDIA LIMITED
REGISTERED OFFICE: ISPAT BHAWAN, LODI ROAD, NEW DELHI - 110003

Statement of Audited Financial Results for the Quarter and Year ended 31st March, 2015

₹ Crore

Sl. No.	Particulars	Quarter ended			Year ended		Consolidated Financial Results	
		31st March 2015	31st December 2014	31st March 2014	31st March 2015	31st March 2014	Year ended 31st March 2015	Year ended 31st March 2014
		(unaudited)	(Unaudited)	(unaudited)	(Audited)	(Audited)	(Audited)	(Audited)
1	(a) Net Sales / Income from operations							
	i) Gross Sales	12886.17	12291.23	14986.58	50626.65	51865.99	50769.53	52014.41
	ii) Less : Excise Duty	1416.80	1313.82	1676.57	5418.60	5677.29	5428.90	5686.94
	Sub total (a) (i-ii)	11469.37	10977.41	13310.01	45208.05	46188.70	45340.63	46327.47
	(b) Other operating income	115.74	129.91	150.75	502.73	493.68	502.93	493.78
	Total Income from Operations (net)	11585.11	11107.32	13460.76	45710.78	46682.38	45843.56	46821.25
2	Expenses							
	a) Changes in Inventories of Finished Goods, Work in Progress and Stock-in-Trade	-653.98	-650.60	1423.99	-1408.12	894.63	-1410.86	894.48
	b) Cost of Materials Consumed	5060.87	4666.21	4829.58	18522.90	19271.16	18550.42	19299.31
	c) Purchase of Stock in Trade	0.22	0.26	0.14	0.48	0.78	0.48	0.78
	d) Employee Benefits Expense	2613.03	2300.30	2520.49	9736.33	9578.51	9747.46	9594.03
	e) Power & Fuel	1275.26	1350.81	1263.82	5423.53	4943.90	5450.61	4978.54
	f) Depreciation and Amortisation Expenses	507.01	466.66	516.30	1773.28	1716.69	1775.19	1718.56
	g) Other Expenses	2359.85	2232.24	2210.63	8832.98	7991.78	8871.54	8030.04
	Total Expenses	11162.26	10366.88	12764.95	42881.38	44397.45	42984.84	44515.74
3	Profit from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	422.85	741.44	695.81	2829.40	2284.93	2858.72	2305.51
4	Other Income							
	i) Interest Earned	142.25	120.28	156.32	475.10	584.13	479.81	586.85
	ii) Other Income	137.01	224.93	66.48	508.64	266.87	508.64	266.87
	Sub total (i+ii)	279.26	345.21	222.80	983.74	851.00	988.45	853.72
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3+4)	702.11	1086.65	918.61	3813.14	3135.93	3847.17	3159.23
6	Finance Cost	426.92	366.57	312.57	1454.23	967.64	1454.29	967.68
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	275.19	720.08	606.04	2358.91	2168.29	2392.88	2191.55
8	Exceptional Items Loss(-)/Gain (+)							
	Compensation Received for Non Performance of Contract	0.00	0.00	0.00	0.00	1056.26	0.00	1056.26
9	Profit from Ordinary Activities before Tax (7+8)	275.19	720.08	606.04	2358.91	3224.55	2392.88	3247.81
10	Tax Expense							
	(a) Current Tax	55.74	149.52	147.47	499.15	683.26	508.99	691.84
	(b) Deferred Tax Liability / Assets (-)	-59.79	158.28	21.35	282.76	331.97	282.87	331.25
	(c) MAT Credit	-55.74	-149.52	-127.50	-499.15	-520.11	-499.96	-520.11
	(d) Earlier Years	0.76	-17.29	112.14	-16.53	112.95	-16.53	112.95
	Sub-Total (a to d)	-59.03	140.99	153.48	266.23	608.07	275.37	616.93
11	Net Profit from Ordinary Activities after Tax (9-10)	334.22	861.07	759.52	2092.68	2616.48	2117.51	2631.88
12	Extraordinary Items (net of Tax Expense Rs. Nil)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
13	Net Profit for the Period (11-12)	334.22	861.07	759.52	2092.68	2616.48	2117.51	2631.88
14	Paid up Equity Share Capital	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53	4130.53
15	Reserves (Excluding Revaluation Reserve) as per Balance Sheet of Previous Accounting Year				39374.25	38535.82	39457.81	38601.11
16	Basic and Diluted Earnings per Share (of Rs.10/- each) before and after Extraordinary Items (Not Annualised) (Rupees)	0.81	1.40	1.10	5.07	6.33	5.13	6.37
17	Debt Service Coverage Ratio (Number of times)				2.62	3.86		
18	Interest Service Coverage Ratio (Number of times)				1.82	2.31		

Part II

Sl. No.	Particulars	Quarter ended			Year ended	
		31st March 2015	31st December 2014	31st March 2014	31st March 2015	31st March 2014
		(unaudited)	(Unaudited)	(unaudited)	(Audited)	(Audited)
A	PARTICULARS OF SHAREHOLDING					
1	Public share holding					
	- Number of shares	103,23,24,705	103,23,24,705	82,57,77,391	103,23,24,705	82,57,77,391
	- Percentage of share holding	24.99	24.99	19.99	24.99	19.99
2	Promoters and Promoter group shareholding					
	(a) Pledged / Encumbered					
	- Number of Shares	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
	(b) Non-Encumbered					
	- Number of Shares	309,77,67,449	309,77,67,449	330,42,93,713	309,77,67,449	330,42,93,713
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of shares (as a % of the total share capital of the company)	75.00	75.00	80.00	75.00	80.00

Particulars		Quarter ended 31st March 2015
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	2
	Received during the quarter	14
	Disposed off during the quarter	14
	Remaining unresolved at the end of the quarter	2

SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED

PARTICULARS	₹ crore				
	Quarter Ended	Quarter Ended	Quarter Ended	Year ended	Year ended
	31st March	31st December	31st March	31st March	31st March
	2015	2014	2014	2015	2014
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Segment Revenue (Net Sales / Income from Operations)					
- Bhilai Steel Plant	4128.40	4016.84	4717.62	16105.56	17159.12
- Durgapur Steel Plant	1965.43	1822.45	2063.62	7263.11	7379.90
- Rourkela Steel Plant	1891.38	2219.16	2560.25	8697.70	8492.87
- Bokaro Steel Plant	2942.17	2760.86	3608.84	11887.30	12666.29
- IISCO Steel Plant	369.42	398.05	761.20	1836.79	2926.83
- Alloy Steels Plant	190.69	195.21	160.79	721.15	737.93
- Salem Steel Plant	482.60	515.66	547.91	1974.48	1824.04
- Visvesvaraya Iron & Steel Plant	68.68	49.44	71.69	257.78	227.34
- Others	1116.72	986.84	884.42	3743.03	3447.80
Total Segment Revenue	13155.49	12964.51	15376.34	52486.90	54862.12
Less : Inter-Segment Revenue	1570.38	1857.19	1915.58	6776.12	8179.74
Net sales / Income from Operations	11585.11	11107.32	13460.76	45710.78	46682.38
Segment Results (Profit(+)/Loss(-) before Interest, Exceptional Items and Tax)					
- Bhilai Steel Plant	566.65	634.18	646.87	2490.04	2320.31
- Durgapur Steel Plant	201.40	111.03	204.57	622.05	519.55
- Rourkela Steel Plant	216.12	141.82	218.32	618.63	422.29
- Bokaro Steel Plant	179.90	133.09	324.30	786.49	400.50
- IISCO Steel Plant	-164.72	-204.69	-222.04	-835.85	-539.40
- Alloy Steels Plant	-17.64	-30.37	5.30	-117.72	-84.19
- Salem Steel Plant	-67.19	-60.96	-44.90	-249.55	-281.58
- Visvesvaraya Iron & Steel Plant	-8.87	-29.83	-10.95	-97.29	-122.62
- Others	-203.54	392.38	-202.86	596.34	501.07
Total	702.11	1086.65	918.61	3813.14	3135.93
Less : Interest Expenses	426.92	366.57	312.57	1454.23	967.64
Exceptional items - Loss(-)/Gain(+)	0.00	0.00	0.00	0.00	1056.26
Add : Compensation Received for Non Performance of Contract.	0.00	0.00	0.00	0.00	0.00
Profit before Tax	275.19	720.08	606.04	2358.91	3224.55
Capital Employed					
(Segment Assets less Segment Liabilities excluding Inter Unit Balances)					
- Bhilai Steel Plant	16718.36	16056.06	14950.48	16718.36	14950.48
- Durgapur Steel Plant	3333.18	3192.61	3077.23	3333.18	3077.23
- Rourkela Steel Plant	14907.40	14101.96	13375.75	14907.40	13375.75
- Bokaro Steel Plant	11074.13	10502.84	10402.60	11074.13	10402.60
- IISCO Steel Plant	17096.69	16311.59	15501.10	17096.69	15501.10
- Alloy Steels Plant	399.38	420.32	423.35	399.38	423.35
- Salem Steel Plant	2696.20	2768.77	2813.29	2696.20	2813.29
- Visvesvaraya Iron & Steel Plant	458.42	430.95	391.90	458.42	391.90
- Others	-6758.23	-3983.72	-2596.67	-6758.23	-2596.67
Total Capital Employed in the Company	59925.53	59801.38	58339.03	59925.53	58339.03
Note :					
1. Segments have been identified in line with the Accounting Standard -17 on Segment Reporting taking into account the Organisation and Management Structure and also Internal Financial Reporting System though the Company primarily deals in Iron & Steel items. Segment Revenue, Results and Capital Employed include the respective amounts identifiable to each of the segments.					
2. Since the Company's overseas operations are below 10% of the total operations, the disclosure of geographical segments is not applicable.					

Notes to Financial Results:

Statement of Assets and Liabilities

(₹ crore)

	As at 31st March 2015 (Audited)	As at 31st March 2014 (Audited)
A. Equities and Liabilities		
1 Shareholders' Funds		
(a) Share Capital	4130.53	4130.53
(b) Reserves and Surplus	39374.25	38535.82
Sub-total - Shareholders' Funds	43504.78	42666.35
2 Non-current liabilities		
(a) Long-term borrowings	14025.56	13632.22
(b) Deferred tax liabilities (Net)	2395.19	2040.46
(c) Other Long term liabilities	1239.22	1381.30
(d) Long-term provisions	3705.34	3901.28
Sub-total - Non-current liabilities	21365.31	20955.26
3 Current Liabilities		
(a) Short-term borrowings	14195.16	10634.48
(b) Trade payables	3606.38	3205.34
(c) Other current liabilities	14016.53	12478.51
(d) Short-term provisions	2638.71	2021.95
Sub-total - current liabilities	34456.78	28340.28
TOTAL - EQUITY AND LIABILITIES	99326.87	91961.89
B. ASSETS		
1 Non-current assets		
(a) Fixed Assets	65364.43	60421.19
(b) Non-current investments	919.07	720.20
(c) Long-term loans and advances	4507.25	3815.53
(d) Other non-current assets	53.83	135.43
Sub-total - Non-current assets	70844.58	65092.35
2 Current assets		
(a) Inventories	17736.37	15200.82
(b) Trade receivables	3192.00	5482.28
(c) Cash and Bank Balances	2305.24	2855.95
(d) Short-term loans and advances	3056.33	1155.69
(e) Other current assets	2192.35	2174.80
Sub-total - Current assets	28482.29	26869.54
TOTAL - ASSETS	99326.87	91961.89

Notes to Financial Results :

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors in its meeting held on 29th May, 2015 . The Audited Accounts are subject to review by the Comptroller and Auditor General of India under section 143(6) of the Companies Act, 2013.
2. The figures for the Quarter ended 31st March, 2015, are the balancing figures between the audited figures in respect of full Financial Year ended 31st March, 2015 and the published year to date figures upto the 3rd Quarter ended 31st December, 2014.
3. The Company has five Subsidiary Companies: a) IISCO Ujjain Pipe & Foundry Co. Limited (IISCO-Ujjain), b) SAIL Jagdishpur Power Plant Limited, c) SAIL Refractory Company Limited, d) SAIL Sindri Projects Limited e) Chhattisgarh Mega Steel Limited (CMSL). The 'IISCO-Ujjain' is under liquidation and 'CMSL' is yet to start its operations. The unaudited financial results of other subsidiary companies have been considered in the preparation of consolidated financial results. The financial results of joint ventures & associate companies have not been considered in the preparation of consolidated financial results.
4. The Board of Directors have recommended a final dividend of Re.0.25 per equity share, in addition to the interim dividend of Rs.1.75 per equity share already paid, for the Financial Year 2014-15, thus taking the total dividend to Rs.2 per equity share, subject to approval of the shareholders.
5. Net Sales include sales to the Government Agencies recognised on provisional contract prices during the year ended 31st March, 2015: ₹2907.36 crore (previous year: ₹3257.40 crore) and cumulatively upto 31st March, 2015: ₹9750.99 crore (upto previous year : ₹6900.19 crore).
6. Pending decision by the Hon'ble Supreme Court of India on levy of Entry Tax in the States of Chattisgarh, Odisha, and Uttar Pradesh, the Entry Tax demands, under dispute, of ₹1084.32 crore, ₹333.95 crore and ₹94.89 crore upto 31st March, 2015 (upto 31st March, 2014- ₹1071.15 crore, ₹214.81 crore and ₹91.55 crore) respectively, have been treated as contingent liabilities.
7. Pending decision by the various judicial authorities in the determination of the electricity tariff, claims of ₹393.59 crore upto 31st March, 2015 (upto 31st March, 2014- ₹291.76 crore) made by Damodar Valley Corporation in respect of electricity supplied to one of the Plants of the Company, have been treated as contingent liabilities.
8. In accordance with Companies (Accounting Standards) Amendment Rules, 2009, relating to Accounting Standard – 11, notified on 31st March 2009 and amended from time to time, the foreign exchange fluctuation loss on long-term foreign currency loans of ₹130.33 crore (net credit) and ₹66.57 crore (net credit) for the current Quarter and Year respectively [corresponding Quarter and Year of previous year- ₹110.57 crore (net credit) and ₹340.44 crore (net debit)], has been adjusted in the carrying cost of the Fixed Assets/Capital Work-in-progress.

Contd../

9. 'Other income' includes ₹199.81 crore towards profit on sale of investment in one of the Joint Ventures of the Company.

10. The Company has revised the Accounting Policy for depreciation of tangible assets in alignment with Schedule II to the Companies Act, 2013 which has become applicable from 1st April, 2014. Consequently, profit for the Current Year is higher by ₹438.50 crore. Further, an amount of ₹229.66 crore has been recognised in the opening balance of the retained earnings where the remaining useful life of such tangible assets is Nil as at 1st April, 2014 in line with the provisions of Schedule - II to the Companies Act, 2013.

11. The Auditors, in their Audit Report on the Accounts of the Company for the Year ended 31st March, 2015, have brought out that the Company has not provided for :

- a) Entry Tax amounting to ₹94.89 crore in the State of Uttar Pradesh, ₹1084.32 crore in the State of Chhattisgarh and ₹333.95 crore in the State of Odisha;
- b) claims of ₹393.59 crore by DVC for supply of electricity.

Further, at Salem Steel Plant of the Company, inventory includes estimated quantity of 9089 Tonnes of skull extractable from slag valued at ₹51.80 crore. The Auditors have qualified the valuation of skull as there is no separate distinguishable physical existence of skull.

12. The Auditors in their Limited Review Report for the Quarter/Nine Months ended 31st December, 2014 have brought out that the Company has not provided for :

- a) Entry Tax amounting to ₹92.40 crore in the State of Uttar Pradesh, ₹1080.80 crore in the State of Chhattisgarh and ₹298.51 crore in the State of Odisha;
- b) claims of ₹291.76 crore by DVC for supply of electricity.

In respect of items stated at (a) and (b) above, the Company's views are that these cases are sub-judice and pending for adjudication before the various judicial authorities. The disputed demands, contested on valid and bonafide grounds, have been disclosed as contingent liabilities as it is not probable that present obligations exist as on 31st December, 2014. Therefore, there is no adverse impact on profit. These cases were sub judice as on 31st March, 2012, 2013 & 2014, also and there is no change in the status of these cases till date.

13. Formulas used for computation of Coverage Ratios : Debt Service Coverage Ratio = Earnings before Interest, Exceptional Items and Tax/Principal and Interest repayment of long terms loans; and Interest Service Coverage Ratio = Earnings before Interest, Exceptional Items and Tax/Interest including transferred to Capital Work in Progress.

14. The figures of previous periods have been re-grouped, wherever necessary, to conform to current Quarter/Year's classification.

For and on behalf of Board of Directors


(Anil Kumar Chaudhary)
Director (Finance)

Place: New Delhi
Dated: 29th May, 2015