
BIHAR SPONGE IRON LIMITED.

REGISTERED OFFICE & PLANT : UMESH NAGAR, CHANDIL-832401, DISTT. SARAIKELA - KHARSAWAN, JHARKHAND
PHONE (EPABX) : 06591-232410, 232417, Fax : 06591-232412
E-mail : bsilchandil@gmail.com / Web : bsil.org.in CIN : L27106JH1982PLC001633

BSIL/CS/SE/2019

12th February, 2019

**The General Manager
Listing Centre
BSE Limited
P J Towers, Dalal Street,
Mumbai- 400 001**

**SUB: UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS
ENDED 31ST DECEMBER, 2018.**

SCRIP CODE: 500058

Dear Sir/Ma'am,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, please find enclosed herewith a copy of Unaudited Financial Results of the Company for the quarter and nine months ended on 31st December, 2018 duly approved by the Board of Directors of the Company in their meeting held today along with the copy of the Limited Review Report of the Statutory Auditors' of the Company.

Kindly acknowledge the receipt.

Thanking you.

Yours faithfully,

For Bihar Sponge Iron Limited


Nitish Nautiyal
Company Secretary & Compliance Officer
M.No. A50401



The Board of Directors
Bihar Sponge Iron Limited
Umesh Nagar, Chandil
Dist. Saraikela-Kharsawan
Pin-832401

1. We have reviewed the accompanying statement of Un-audited Financial Results of Bihar Sponge Iron Limited ("the Company), for the quarter and nine months ended December 31st, 2018 (the "Statement") being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 (Ind AS-34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. 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 results are free of material misstatement(s). A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review, we draw attention to the Statement:-

Note No.4: regarding non-recognition of liability on account of currency fluctuations on foreign currency loan and interest thereon (as required under Indian Accounting Standard- 21) amounting to Rs. 3,15,767 thousands as on 31.12.2018 as provided in the BIFR Scheme dated 29.07.2004 and also confirmed by AAIFR and Single Bench of Jharkhand High Court, Ranchi. The company has filed Letters Patent Appellate Jurisdiction (LPA) before the Divisional Bench of High Court of Jharkhand, Ranchi against the order of Single Bench of High Court, Ranchi;

Note No. 5: no provision has been made on penalty recovered by South East Coalfields Ltd. for Rs. 21,528 thousands on account of short lifting of coal quantity in term of FSA, since the matter is pending under writ petition filed by Company before the Hon'ble High Court of Chhattisgarh, Bilaspur the amount has been included in long terms loans and advances.



Note No. 6: regarding non provision of the undernoted items of expense in view of suspension of operations of plant since 10th August, 2013 as well as other reasons contended by the company :-

- a) Interest on unsecured loan from Promoters and other parties from 10.08.2013 to 31.12.2018 (amount unascertained), and
 - b) Interest on Soft Loan taken from the Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme 2003 amounting to Rs. 3,12,908 thousands from 10.08.2013 to 31.12.2018 which is subject to representations for waiver.
4. Attention is invited to Note No. 3 of the un-audited financial results, the management has explained its reasons for preparing financial statements on 'going concern basis'. The explanation is as under:-

With the revival of the steel industry, considering the substantial accumulated losses, full erosion of working capital and the liabilities including long term borrowings having matured fully along with interest having fallen due, the company has initiated requisite steps for making the plant ready for operations, with a view to generate revenue and make the plant operational. The company has, on 01-04-2017 entered in to a Facility User Agreement with a company specializing in contract manufacturing. As per the said agreement, part of the plant and machinery are to be operated by the said company. With the restart of the plant by them, the management believes that the losses incurred in past will get wiped off in due course and the company will be able to operate in normal course of its business. The financial statements, as such have been prepared on going concern basis on the strength of management's plan of revival including reorganization of business and providing the adequate finance for the operations.

5. In our opinion and to the best of information and according to the explanation given to us, the Statement:
- i) is prepared in accordance with the requirements of regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015; and
 - ii) except for the possible effects of the matter described in paragraph 3 above, gives a true and fair view in conformity with the aforesaid Indian accounting standards and other accounting principal generally accepted in India of the net loss for quarter and nine months ended 31st December, 2018.

For K. K. Jain & Co.
Chartered Accountants
FRN 0002465N

Simmi Jain

(Simmi Jain)

Partner

M.No. 086496



Place: New Delhi

Date: 12.02.2019

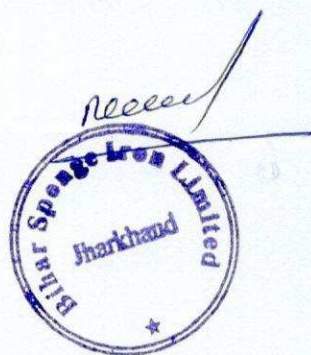
BIHAR SPONGE IRON LIMITED, CHANDIL

Registered Office: Umesh Nagar, Chandil Distric, Saraikela Khasawan ,Jharkand-832401
 Email: Companysecretary@bsil.org.in/web: www.bsil.org.in CIN: L27106JH1982PLC001633

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED ON 31ST DECEMBER, 2018

Rs Thousands

Sr. No	Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		December 31, 2018 Unaudited	September 30, 2018 Unaudited	December 31, 2017 Unaudited	December 31, 2018 Unaudited	December 31, 2017 Unaudited	March 31, 2018 Audited
I	Revenue from operations		-	-			
II	Other Income	22,991	24,757	29,602	67,018	52,977	70,433
III	Total Income (I +II)	22,991	24,757	29,602	67,018	52,977	70,433
IV	Expenses:						
a)	Cost of materials consumed	-	-	-	-	-	-
b)	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	-	-	-	-	-	240
c)	Employee benefits expense	3,492	4,190	4,333	11,711	13,481	19,398
d)	Finance costs	210	398	2,144	966	2,795	3,927
e)	Depreciation and amortization expense	10,778	10,723	10,778	32,225	32,333	43,111
f)	Other expenses	2,750	3,244	2,025	9,117	8,020	10,591
	Total Expenses (IV)	17,230	18,555	19,280	54,019	56,629	77,267
V	Profit / (Loss) before exceptional items and tax (III - IV)	5,761	6,202	10,322	12,999	(3,652)	(6,834)
VI	Exceptional Items -Expenses/(Income)net	5,817	6,160	1,609	13,411	4,709	(5,607)
VII	Profit / (Loss) before tax (V - VI)	(56)	42	8,713	(412)	(8,361)	(1,227)
VIII	Tax expense:						
	Current tax	-	-	-	-	-	-
	Deferred tax	-	-	-	-	-	-
	Total	-	-	-	-	-	-
IX	Profit/(Loss) for the period	(56)	42	8,713	(412)	(8,361)	(1,227)
x	Other Comprehensive Income	NIL	NIL	NIL	NIL	NIL	NIL
xi	Total Comprehensive Income for the period	(56)	42	8,713	(412)	(8,361)	(1,227)
xii	Paid up Equity Share Capital(Face value of Rs.10/each)	9,02,054	9,02,054	9,02,054	9,02,054	9,02,054	9,02,054
xiii	Earning per equity share: (Not annualised)						
	(1) Basic (Rs.)	(0.00)	0.00	0.10	(0.00)	(0.09)	(0.01)
	(2) Diluted (Rs.)	(0.00)	0.00	0.10	(0.00)	(0.09)	(0.01)



Notes:

- 1 On conservative basis, the Deferred Tax Assets have not been recognised.
- 2 The Company is a single location single product company and hence the requirements of IND 108 are not applicable.
- 3 The Company had fuel supply agreement with Central Coalfields Limited and thereafter the supply of coal was discontinued. Due to stoppage of coal supply the operations of the plant were suspended w.e.f 9th August,2013.

With the revival of the steel industry, considering the substantial accumulated losses, full erosion of working capital and the liabilities including long term borrowings having matured fully along with interest having fallen due, the company has initiated requisite steps for making the plant ready for operations and with a view to generate revenue and make the plant operational, the company has, on 01-04-2017 entered in to a facility user agreement with a company specializing in contract manufacturing. Under the said agreement, part of the plant and machinery are to be operated by the said company. With the restart of the plant by them, the management believes that losses incurred in past will get wiped off and in due course the company will be able to operate in normal course of its business. The financial statements, as such have been prepared on going concern basis on the strength of management's plan of revival including reorganization of business and providing the adequate finance for the operations.

- 4 As on 31.12.2018 Disputed liability amounting to Rs.3,15,767 thousands on account of currency fluctuations on Foreign currency loans obtained by the company and interest thereon, as per BIFR scheme dated 29.07.2004 and also confirmed by AAIFR/ Single Bench of Jharkhand High Court, has not been provided by the company pending disposal of Letters Patent Appeal Jurisdiction (LPA) filed before the larger bench of Jharkhand High Court, Ranchi, against the above order.
- 5 No provision has been made for penalty recovered by South East Coalfields Ltd. for Rs. 21,528 thousands on account of short lifting of coal qty. in terms of FSA, Since the matter is pending under writ petition filed by Company before the Hon'ble High Court of Chattisgarh, Bilaspur and hence the amount has been included in long term loans and advances.
- 6 In view of the facts stated under Note No 3 above, the operation of the Plant was suspended w.e.f. 9th August, 2013 and accordingly the provisions for undernoted items of expense have not been made in the accounts for the period from 10th August, 2013 to 31st December, 2018.
 - (a) Interest on Unsecured Loans taken from Promoters and Other Parties (amounts unascertained),
 - (b) Interest on Soft Loan from Government of Jharkhand under Jharkhand Industrial Rehabilitation Scheme, 2003 amounting to Rs.312,908 thousands which is subject to representations for waiver.
- 7 Exceptional items include expenses of Rs. 5,817 thousands related to the write down in value of the inventories of Raw material and Stores & Spares to net realisable value.
- 8 Previous period figures have been regrouped / recast / rearranged wherever necessary.
- 9 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 12, 2019.
- 10 The Limited review, as required under Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 has been completed by Statutory Auditors for the Quarter and Nine Month ended 31st December, 2018.

Place : New Delhi
Date : 12.02.2019



For BIHAR SPONGE IRON LTD.

Neelam
(R.K.AGARWAL)
DIRECTOR
DIN: 00298252

