

OCL IRON AND STEEL LIMITED

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Ref.No.: OISL/BSE/NSE/2021-22

Date: 4th September, 2021

To,

BSE Limited Phiroze Jeejeebhoy, Towers Limited Dalal Street, Mumbai - 4000 01 Scrip Code: 533008	National Stock Exchange of India Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai - 400 051 Symbol: OISL
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Subject: Outcome of the Board Meeting held today i.e., September 04, 2021

Dear Sir/Madam,

Pursuant to the provisions of Regulation 30 & 33 read with Schedule III of SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015, we enclose hereto the following:

1. Unaudited Standalone Financial Results of the Company for the Quarter ended on December 31, 2020, duly approved by the Board of Directors of the Company at its meeting.
2. Limited Review Report thereon dated September 04, 2021 issued by Statutory Auditors (M/s Chatterjee & Chatterjee, Chartered Accountants) of the Company, on the aforesaid financial results of the Company.

The Board Meeting was commenced on 03:00 P.M. and concluded at 11:20 P.M.

You are requested to take the same on your record and oblige.

Thanking You,
Yours faithfully,

For OCL Iron and Steel Limited


Sanjeev Agraj
Director
DIN: 08882503


Statement of Standalone unaudited Financial results for the quarter and nine months ended 31st December, 2020
Part - I

S.No.	Particulars	Standalone (Rupees in Lakhs)					
		Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020 Un-Audited	30.09.2020 Un-Audited	31.12.2019 Un-Audited	31.12.2020 Un-Audited	31.12.2019 Un-Audited	31.03.2020 Audited
1	Revenue						
	Revenue from operations			8,806.18	868.88	29,232.08	34,025.36
	Other Income	585.60	248.95	2,021.14	6.20	2,210.56	2,358.68
	Total Revenue	585.60	248.95	10,827.32	875.08	31,442.63	36,384.04
2	Expenses						
	Cost of Material consumed	449.01	25.20	8,936.04	474.21	26,545.11	32,372.15
	Changes in inventories of finished goods, work in progress and stock in trade	-	62.15	244.79	62.15	578.42	1,847.33
	Employee Benefits Expense	275.98	267.20	561.06	834.01	1,759.71	2,170.91
	Finance Costs	3,998.68	3,606.69	5,252.39	12,741.85	15,853.84	24,162.91
	Depreciation & Amortization Expense	2,255.97	2,255.27	2,285.69	6,766.50	6,830.28	9,189.46
	Other Expenses	109.90	93.16	1,883.37	247.71	5,879.22	7,532.70
	Total Expenses	7,089.54	6,309.67	19,163.34	21,126.42	57,446.58	77,275.47
3	Loss before exceptional item and tax (1-2)	(6,503.95)	(6,060.71)	(8,336.02)	(20,251.34)	(26,003.94)	(40,891.43)
4	Exceptional items	-	-	(0.00)	2,447.04	983.79	38,174.27
5	Loss before tax (3-4)	(6,503.95)	(6,060.71)	(8,336.02)	(22,698.38)	(26,987.73)	(79,065.71)
6	Tax expenses	-	-	(2,294.15)	-	(8,705.92)	-
7	Profit/(loss) for the period (3-4)	(6,503.95)	(6,060.71)	(6,041.87)	(22,698.38)	(18,281.81)	(79,065.71)
8	Other Comprehensive Income (net of tax)	-	-	-	-	-	-
9	Total comprehensive Income (5+6)	(6,503.95)	(6,060.71)	(6,041.87)	(22,698.38)	(18,281.81)	(79,065.71)
10	Paid-up equity share capital (Face Value of Rs.1 each)	1,453.10	1,453.10	1,341.43	1,453.10	1,341.43	1,453.10
11	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(1,09,982.98)
12	Earning Per Share (not annualised)						
	(a) Basic	(4.48)	(4.17)	(4.50)	(15.62)	(13.63)	(54.41)
	(b) Diluted	(3.11)	(2.90)	(4.50)	(10.87)	(13.63)	(37.86)

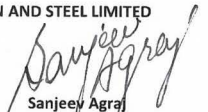
Notes to financial results:

1	The above financial results have been approved by the Board of Directors of the Company at their meeting held on 04 September 2021.
2	The Statutory Auditors of the Company have carried out a Limited Review audit of the said Financial Results for the quarter ended on 31 December, 2020.
3	The Financial Results have been prepared in accordance with the principles and procedures of Indian Accounting Standards ("Ind AS") as notified under the Companies (Indian Accounting Standards) Rules, 2015, as specified in Section 133 of the Companies Act, 2013.
4	The Company has outstanding Working Capital Loans of Rs 6,705.67 lakh and Term Loans aggregating 178,116.87 lakh including interest accrued and due thereon which have been declared as non-performing assets (NPA) by the lenders as the repayment against these loans has become overdue.
5	The Company is in continuing default in payment of statutory liabilities as at the end of the quarter ended 31 December 2020.
6	In view of the precarious situation presented by the imposition of lockdown and the consequent restrictions due to the pandemic spread by the Wuhan Virus (COVID-19), the Trade Payables, Trade Receivables and other Loans and Advances are subject to reconciliation / confirmation. Further, some Term Loan Accounts with the banks are also subject to reconciliation / confirmation.
7	The outbreak of the Wuhan Virus and its spread across the globe including the Indian sub-continent has contributed to a significant decline and volatility in the global and Indian financial markets and slowdown in economic activities. On 11 March 2020, the World Health Organisation (WHO), declared the Wuhan Virus as a pandemic and renamed it as Covid-19. This outbreak has had an immense impact on human life and also disrupted the social, economic and financial structures of the entire world. In India, the Central Government declared the first national lockdown with effect from 25 March 2020. The lockdown was gradually lifted from June onwards. During this period restrictions were imposed on movement for the entire population of the country as a preventive measure against the spread of the pandemic. Just when the business was limping back to normal the Country was struck with the second wave of the virus and a second lockdown was announced. The Company has carried out its initial assessment of the likely adverse impact on economic environment and financial risk because of the Wuhan Virus (Covid-19). There is a significant impact, on account of demand destruction, in the short term but the management believes that it will recover lost ground once the steel plant recommences its operations. The Company expects the economic scenario to recover without there being a major impact on the carrying amount of all its moveable and immovable Assets including receivables and restoration of the ordinary course of business based on information available on current economic conditions. These expectations are subject to uncertainty and may be affected by the severity and duration of the pandemic. The Company is continuously monitoring any material change in future economic conditions. The extent to which the Wuhan Virus (Covid-19) pandemic will impact the Company's future results will also depend on developments, which are highly uncertain, including amongst the other things, any new information concerning the severity of the pandemic and any action to contain its spread or mitigate its impact whether government mandated or elected by the company.

8	The steel plant, which was shut down as a result of the lockdown, could not recommence operations after the first national lockdown was lifted and continues to remain shut mainly as a result of labour unrest created by the hardships both for the Company as well as the labour as a result of the national lockdowns. The matter is being pursued vigorously by the management on various fronts like trade unions, lenders for debt resolutions and induction of new investors. The Company expects things to be resolved in the next few months.
9	The Company has accumulated losses of Rs. 183,831.87 Lakhs as on 31 December 2020 including a net loss of Rs. 22,698.38 Lakhs for the nine months ended 31 December 2020. The Company is facing liquidity issues as is reflected by current liabilities exceeding the current assets coupled with a negative net worth. While as this scenario could be interpreted as a material uncertainty for the company to continue as going concern the management is of the opinion that going concern basis of accounting is appropriate having regard to the fact that the Company continues to carry on the operations in one of its plants and the discussions are continuing with lenders for debt resolution which will allow the Company to recommence its steel operations. Further, in view of the thrust provided by the Central Government to infrastructure projects in the country the business sentiment is encouraging. Based on the above and the business projections formulated, the management is of the opinion that despite above, maintaining a going concern basis of accounting is appropriate.
10	The figures for the quarter ended 31 December 2020 and 31 December 2019 are balancing figures between Audited figures for the nine months of each financial year and the published year-to-date figures for the six months ended 30 September 2020 and 30 September 2019 respectively.
11	Exceptional items also include Trade Payables and Receivables written back/off to an extent of Rs. 2,447.04 lakh. These comprise old balances which in the opinion of the management are either not payable or recoverable.
12	As a result of the Steel Plant remaining shut since March 2020 the management is unable to take physical verification of stocks-in-hand. The inventory has been taken on the basis of last available verified balances.
13	Some of the Financial Creditors have filed a case under section 7 of the Insolvency & Bankruptcy Code (IBC) to the NCLT. NCLT has heard the case and has reserved its order.
14	Previous period figures have been regrouped/ reclassified, wherever considered necessary to conform to the current period presentation.

Date: 04 September 2021
Place: New Delhi

For OCL IRON AND STEEL LIMITED


Sanjeev Agral

Director
DIN : 08882503

Part-II

SEGMENT REPORTING

Segmentwise Revenue, Results, Assets and Liabilities

(Rupees In Lakhs)

Particulars	Standalone					
	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Audited
Segment Revenue						
a) Steel	0.00	0.00	8,154.69	0.00	27,213.47	31,362.96
b) Power	0.00	0.00	633.26	0.00	2,110.27	2,265.03
c) Auto	585.60	248.95	651.48	868.88	2,018.61	2,662.40
Total	585.60	248.95	9,439.43	868.88	31,342.34	36,290.39
Less : Inter segment	0.00	0.00	633.26	0.00	2,110.27	2,265.03
Total	585.60	248.95	8,806.17	868.88	29,232.07	34,025.36
Segment Results [Profit/(Loss) before Tax and Interest]						
a) Steel	(1,254.49)	(1,264.25)	(3,596.90)	(5,696.60)	(8,252.60)	(13,990.85)
b) Power	(259.61)	(259.65)	(322.26)	(778.91)	(1,219.56)	(1,600.61)
c) Auto	(990.59)	(929.62)	(1,030.94)	(2,968.21)	(3,549.36)	(5,335.96)
d) Unallocated	(0.58)	(0.51)	1,866.46	(512.82)	1,887.63	(33,975.37)
Total	(2,505.27)	(2,454.02)	(3,083.64)	(9,956.53)	(11,133.89)	(54,902.80)
Less : Interest	3,998.68	3,606.69	5,252.39	12,741.85	15,853.84	24,162.91
Profit before Tax	(6,503.95)	(6,060.71)	(8,336.03)	(22,698.38)	(26,987.73)	(79,065.71)
Segment Assets						
a) Steel	54,434.64	55,448.01	63,572.68	54,434.64	63,572.68	59,579.76
b) Power	34,726.00	34,985.61	36,161.99	34,726.00	36,161.99	35,543.51
c) Auto	49,576.09	50,781.04	55,043.25	49,576.09	55,043.25	52,847.76
d) Unallocated	35,517.92	35,518.42	81,109.97	35,517.92	81,109.97	36,224.53
Total	1,74,254.65	1,76,733.08	2,35,887.89	1,74,254.65	2,35,887.89	1,84,195.56
Segment Liabilities						
a) Steel	1,76,923.02	1,74,388.43	1,60,288.43	1,76,923.02	1,60,288.43	1,66,578.24
b) Power	6,080.52	5,935.43	7,551.19	6,080.52	7,551.19	7,746.13
c) Auto	1,00,596.15	99,250.32	94,203.08	1,00,596.15	94,203.08	96,322.58
d) Unallocated	20,930.71	20,930.71	22,265.38	20,930.71	22,265.38	21,125.99
Total	3,04,530.41	3,00,504.89	2,84,308.08	3,04,530.41	2,84,308.08	2,91,772.94

For OCL IRON AND STEEL LIMITED



Sanjeev Agral
Director

DIN : 08882503

Date: 04 September 2021
Place: New Delhi

Independent Auditor's Review Report on the Unaudited Quarterly Financial Results and Year to date Results of OCL Iron & Steel Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended)

To
The Board of Directors of OCL Iron & Steel Limited

1. Introduction

We have reviewed the accompanying statement of standalone unaudited financial results of OCL Iron & Steel Limited ("the Company") for the quarter ended December 31, 2020 and the year to date results for the period April 1, 2020 to December 31, 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.

This statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the accounting principles laid down in the Indian Accounting Standard 34, Interim Financial Reporting ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial results based on our review.

2. Scope of 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 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.

3. Basis for Qualified Conclusion

As stated in note 9 to the accompanying Statement, the Company's accumulated losses as on December 31, 2020 have resulted in complete erosion of its net worth. Also, as mentioned in note 4, the lenders have classified the borrowings along with the interest accrued as Non-Performing Assets ("NPA")

Further, as mentioned in note 8, the plant of the Company remained shut down since the lockdown in the month of March 2020 and could not commence operations.



Further as mentioned in note 5, the Company is in continuing default in payment of statutory dues till the end of the quarter.

Accordingly, owing to the aforementioned uncertainties, there is a substantial doubt about the Company's ability to continue as a going concern in the foreseeable future and related impact on the recoverability of the assets.

The opinion expressed by us on the standalone financial statements for the year ended March 31, 2020 vide our report dated August 23, 2020 and the conclusion expressed by us in our review report dated September 4, 2021 on the standalone financial results for the quarter ended September 30, 2020 was also qualified in respect of the above matters.

4. Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards 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.

5. Emphasis of Matter

In addition to the matters described in paragraph 3 above, we draw attention to note 12 to the accompanying statement, which describes that the physical verification of the inventory has not been performed since March 2020. The inventory has been taken on the basis of available verified balances by the management. In absence of the same the provisions for any adverse variation in the balances is not quantified. Our report is not modified in this respect.

We draw attention to note 13 to the accompanying statement, which describes that certain Financial Creditors have filed a case under section 7 of the Insolvency & Bankruptcy Code (IBC) to the NCLT. Any impact is not quantifiable. Our report is not modified in this respect.

We draw attention to note 6 to the accompanying statement, in relation to pending confirmation of balances from trade payable, trade receivable and from parties to/from whom loans and advances are given/taken and outstanding as on December 31, 2020. In absence of the same, the provisions for any adverse variations in the balances is not quantified. Our report is not modified in respect of this matter.

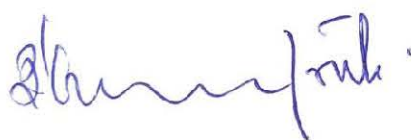
We draw attention to note 7 to the accompanying statement, which describes the



uncertainties due to outbreak of COVID-19 pandemic and management's evaluation of the impact on the assets of the Company as at March 31, 2021. Our report is not modified in respect of this matter.

6. The review of standalone unaudited quarterly financial results for the quarter ended December 31, 2019 included in the Statement was carried out and reported by Arora & Choudhary Associates who have expressed unmodified conclusion vide their review report dated February 11, 2020, whose review report has been furnished to us and which has been relied upon by us for the purpose of our review of the Statement. Our report is not modified in respect of this matter.

For Chatterjee & Chatterjee
Chartered Accountants
Firm registration no: 001109C



BD Gujrati
Partner
Membership Number: 010878



Place: New Delhi
Date: September 4, 2021

UDIN: 21010878AAAABI5721