

Statement of Standalone audited Financial results for the quarter and year ended 31st March, 2020

Part - I

(Rupees In Lakhs)

S.No.	Particulars	Standalone				
		Quarter Ended			Year Ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited	
1	Revenue					
	Revenue from operations	4,793.28	8,806.18	15,336.91	34,025.36	47,106.69
	Other Income	148.12	2,021.14	68.54	2,358.68	142.32
	Total Revenue	4,941.40	10,827.32	15,405.45	36,384.04	47,249.02
2	Expenses					
	Cost of Material consumed	5,827.04	8,936.04	11,262.49	32,372.15	38,719.66
	Changes in inventories of finished goods, work in progress and stock in trade	1,268.92	244.79	(407.57)	1,847.33	(689.30)
	Employee Benefits Expense	411.20	561.06	655.48	2,170.91	2,122.50
	Finance Costs	8,309.07	5,252.39	4,959.44	24,162.91	21,479.31
	Depreciation & Amortization Expense	2,359.18	2,285.69	2,329.35	9,189.46	9,153.39
	Other Expenses	1,653.48	1,883.37	2,113.20	7,532.70	6,891.89
	Total Expenses	19,828.89	19,163.34	20,912.39	77,275.47	77,677.45
3	Loss before exceptional item and tax (1-2)	(14,887.49)	(8,336.02)	(5,506.95)	(40,891.43)	(30,428.43)
4	Exceptional items	37,190.48	-	(4,797.42)	38,174.27	(4,797.42)
5	Loss before tax (3-4)	(52,077.98)	(8,336.02)	(709.52)	(79,065.71)	(25,631.01)
6	Tax expenses	8,705.92	(2,294.15)	(3,666.73)	-	(9,297.76)
7	Profit/(loss) for the period (3-4)	(60,783.90)	(6,041.87)	2,957.21	(79,065.71)	(16,333.25)
8	Other Comprehensive Income (net of tax)	-	-	(18.36)	-	2.68
9	Total comprehensive Income (5+6)	(60,783.90)	(6,041.87)	2,938.84	(79,065.71)	(16,330.58)
10	Paid-up equity share capital (Face Value of Rs.1 each)	1,453.10	1,341.43	1,341.43	1,453.10	1,341.43
11	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(1,09,982.98)	(31,475.60)
12	Earning Per Share (not annualised)					
	(a) Basic	(41.83)	(4.50)	2.20	(54.41)	(12.18)
	(b) Diluted	(29.11)	(4.50)	2.20	(37.86)	(12.18)

Notes to financial results:

- The above results have been approved by the Board of Directors of the company at their meeting held on 23rd August'2021. The Statutory Auditors have carried out audit of these financial results.
- The Company has prepared these Financial Results in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013.
- The Company has classified all its borrowings from banks as current liabilities, being categorised as NPA (Non Performing Assets) by the lenders.
- The Company is in continuing default in payment of statutory liabilities as at the end of the year.
- The figures for the quarter ended March 2020 represent the derived figures between the audited figures in respect of the financial year ended 31 March 2020 and the published year to date figure up to 31 December 2019 being the date of the end of the third quarter of the financial year, which was subjected to a limited review.
- 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.
- 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 immoveable 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.

Bhawani Kaur

- 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.1,61,133.49 Lakhs as on 31 March 2020 including a net loss of Rs.79,065.71 Lakhs during the year ended 31 March 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 Exceptional items during the quarter consist of provision for impairment in value of investment (19,860.50 lacs) and write off of balances (17,329.98 lacs).
- 11 Previous period figures have been regrouped/ reclassified, wherever considered necessary to conform to the current period presentation.

For OCL IRON AND STEEL LIMITED



B.P. Mishra

Managing Director
DIN : 07673547

Date: 23 August 2021
Place: New Delhi

Standalone Statement of Cash Flow for the Year ended 31st March, 2020

(Rupees in Lakhs)

Particulars	For the Year Ended 31.03.2020	For the Half Year Ended 31.03.2019
A Cash Flow From Operating Activities		
Loss Before Tax	(79,065.71)	(25,631.01)
Adjustment for :		
OCI		
Depreciation & Amortization Expense	9,189.46	9,153.39
Finance Costs	24,162.91	21,479.31
Interest income	(38.90)	(16.26)
(Profit)/ Loss on disposal of Property, Plant & Equipment	-	(54.20)
Exceptional items	38,174.27	(4,797.42)
Operating Profit Before Working Capital Changes	(7,577.96)	133.81
Adjustment For Working Capital Changes		
Inventories	5,611.36	(4,809.84)
Trade receivables	(820.45)	733.57
Other Financial Assets	(16.17)	(9.01)
Other Current Assets	3,226.06	(1,696.28)
Current Liabilities, Non Current Liabilities and Provisions	(707.35)	11,458.32
Net Cash Flow From Working Capital Changes	7,293.45	5,676.76
Cash Flow From Operating Activities	(284.51)	5,810.56
Income Tax (Paid) / Refund (incl TDS)	(13.32)	(16.21)
Net Cash Flow From Operating Activities	(297.83)	5,794.35
B Cash Flow From Investing Activities		
Payment for purchase of Property, Plant & Equipment	(76.95)	(373.72)
Proceeds from disposal of Property, Plant & Equipment	-	62.00
Changes to Capital Work In Progress, Non Current Assets	(16.79)	(383.43)
Interest Income Received	38.90	43.45
Net Cash Flow From Investing Activities	(54.85)	(651.71)
C Cash Flow From Financing Activities		
Repayment of Long Term Borrowings	(2,223.56)	(2,185.96)
Issue of share warrants	952.50	-
Proceeds from issue of equity Share	670.00	-
Finance Expenses Paid	(709.44)	(1,431.30)
Net Cash Flow From Financing Activities	(1,310.50)	(3,617.27)
Net Increase/(Decrease) In Cash or Cash Equivalents	(1,663.18)	1,525.37
Cash and Cash Equivalents at the beginning of the year	1,835.69	310.31
Cash and Cash Equivalents at the end of the year	172.51	1,835.68

For OCL IRON AND STEEL LIMITED

Bhawani Prasad Mishra

Place : Delhi
Date: 23 August 2021

B.P.Mishra
Managing Director
DIN : 07673547

Standalone Balance Sheet as at 31.03.2020

(Rupees in Lakhs)

Particulars	Standalone	
	As at 31.03.2020	As at 31.03.2019
	(Unaudited)	(Audited)
ASSETS		
1- Non-current assets		
(a) Property, plant and equipment	1,30,835.42	1,39,944.61
(b) Capital work-in-progress	4,570.17	4,553.37
Financial assets		
(a) Investment	-	19,860.50
(b) Other Financial Assets	417.39	415.96
(c) Deferred tax assets (net)	34,892.37	34,892.37
(d) Other non-current assets	3,764.74	22,609.83
Sub total-Non-current assets	1,74,480.09	2,22,276.65
2- Current assets		
(a) Inventories	2,069.46	8,664.62
(b) Financial assets		
(i) Trade receivables	1,604.21	1,007.12
(ii) Cash and cash equivalents	172.51	1,835.69
(iv) Other financial assets	65.82	51.08
(c) Current Tax Assets(Net)	373.00	359.68
(d) Other current assets	5,430.46	5,612.26
Sub total-Current assets	9,715.47	17,530.44
TOTAL-ASSETS	1,84,195.56	2,39,807.09
EQUITY AND LIABILITIES		
1- Equity		
(a) Equity share capital	1,453.10	1,341.43
(b) Other equity	(1,09,982.98)	(31,475.60)
(c) Money received against share warrants	952.50	-
Sub total-Equity	(1,07,577.38)	(30,134.17)
2- Liabilities		
Non-current liabilities		
(a) Financial liabilities		
Borrowings	19,828.00	17,596.34
(b) Provisions	628.25	637.18
(c) Other non-current liabilities	56,385.65	68,683.41
Sub total-Non-current liabilities	86,841.90	86,916.93
3- Current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,387.25	5,304.28
(ii) Trade payables		
(ii.a) Total outstanding dues of Micro enterprises & Small enterprises	79.09	143.30
(ii.b) Total outstanding dues other than Micro enterprises & Small enterprises	18,533.74	11,952.82
(iii) Other financial liabilities	1,67,832.55	1,51,824.16
(b) Other current liabilities	11,917.02	13,708.17
(c) Provisions	181.39	91.60
Sub total-Current liabilities	2,04,931.03	1,83,024.33
TOTAL EQUITY AND LIABILITIES	1,84,195.56	2,39,807.09

For OCL IRON AND STEEL LIMITED

Bhawani Prasad Mishra

B.P.Mishra

Managing Director

DIN : 07673547

Date: 23 August 2021

Place: New Delhi

Part-II
SEGMENT REPORTING

Segmentwise Revenue, Results, Assets and Liabilities

(Rupees in Lakhs)

Particulars	Standalone				
	Quarter Ended			Year Ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited
Segment Revenue					
a) Steel	4,149.49	8,154.69	14,257.72	31,362.96	41,870.76
b) Power	154.77	633.26	1,050.28	2,265.03	3,233.29
c) Others	643.79	651.48	1,079.19	2,662.40	5,235.94
Total	4,948.05	9,439.44	16,387.19	36,290.39	50,339.98
Less : Inter segment	154.77	633.26	1,050.28	2,265.03	3,233.29
Total	4,793.28	8,806.18	15,336.91	34,025.36	47,106.69
Segment Results [Profit/(Loss) before Tax and Interest]					
a) Steel	(5,738.25)	(3,596.90)	543.19	(13,990.85)	(3,142.47)
b) Power	(381.05)	(322.26)	(108.84)	(1,600.61)	(1,763.95)
c) Others	(1,786.60)	(1,030.94)	(1,460.33)	(5,335.96)	(4,514.33)
d) Unallocated	(35,863.00)	1,866.46	5,275.90	(33,975.37)	5,269.05
Total	(43,768.91)	(3,083.63)	4,249.92	(54,902.80)	(4,151.70)
Less : Interest	8,309.07	5,252.39	4,959.44	24,162.91	21,479.31
Profit before Tax	(52,077.98)	(8,336.02)	(709.52)	(79,065.71)	(25,631.01)
Segment Assets					
a) Steel	59,579.76	63,572.68	69,887.90	59,579.76	69,887.90
b) Power	35,543.51	36,161.99	36,481.83	35,543.51	36,481.83
c) Others	52,847.76	55,043.25	57,782.05	52,847.76	57,782.05
d) Unallocated	36,224.53	81,109.97	75,655.31	36,224.53	75,655.31
Total	1,84,195.56	2,35,887.89	2,39,807.09	1,84,195.56	2,39,807.09
Segment Liabilities					
a) Steel	1,66,578.24	1,60,288.43	1,51,550.44	1,66,578.24	1,51,550.44
b) Power	7,746.13	7,551.19	6,897.78	7,746.13	6,897.78
c) Others	96,322.58	94,203.08	88,146.77	96,322.58	88,146.77
d) Unallocated	21,125.99	22,265.38	23,346.27	21,125.99	23,346.27
Total	2,91,772.94	2,84,308.07	2,69,941.26	2,91,772.94	2,69,941.26

For OCL IRON AND STEEL LIMITED

Bhawani Prasad Mishra

B.P. Mishra
Managing Director
DIN : 07673547

Date: 23 August 2021
Place: New Delhi

Independent Auditor's Report on Standalone Annual Financial Results of the Company and Review of Standalone Quarterly Financial Results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

**To The Board of Directors
OCL Iron & Steel Limited**

Qualified Opinion

1. We have audited the accompanying statement of Standalone Annual Financial Results of **OCL Iron & Steel Limited** ("the Company") for the year ended **31 March 2020** and reviewed the accompanying statement of Standalone Financial Results for the quarter ended **31 March 2020** (referred to as "Statement" and shall be construed accordingly), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, these quarterly and annual standalone financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - (ii) give a true and fair view in conformity with the applicable Indian Accounting Standards ("Ind-AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the quarter ended 31 March 2020 and of the net loss and other comprehensive income and other financial information for the year ended 31 March 2020.

Basis for Qualified Opinion

3. As stated in Note 9 to the accompanying statement, the Company's accumulated losses as on 31 March 2020 have resulted in complete erosion of its net worth. Further, the Company's current liabilities substantially exceeds the current assets. Also, the lenders have classified the borrowings as Non Performing Assets ("NPA").



4. As stated in Note 8 to the accompanying statement, the plant of the Company remained shut down and could not commence operations due to labour unrest.

These factors raise 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.

5. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results and Review of Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters

6. In addition to the matters described in paragraph 3 above, we draw attention to note 6 to the accompanying statement, in relation to the pending confirmation of balances from Trade Payable, Trade receivable and from parties to/from whom loan and advances are given/taken and outstanding as on March 31, 2020. 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.

Management's Responsibilities for the Standalone Financial Results

7. This Statement results has been prepared on the basis of the standalone annual financial statements and interim financial results. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the applicable Ind-AS prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
8. In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



9. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the:

Audit of the Standalone Financial Results for the year ended March 31, 2020

10. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.



Review of the Standalone Financial Results for the quarter ended March 31, 2020

12. We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2020 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for 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 the Standards on Auditing specified under section 143(10) of the Act 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. Accordingly, we do not express an audit opinion.
13. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

15. The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures for the complete financial year and the published year to date figures up to the third quarter of the current financial year (FY 2019-2020) which were subject to limited review by us.

For Chatterjee & Chatterjee
Chartered Accountants
Firm Registration No.: 001109C



B.D. Gujrati
Partner
Membership No: 010878

UDIN: 21010878AAAABE5133

Place: New Delhi
Date: 23 August 2021

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results -(Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020				
[See Regulation 33 /52 of the SEBI (LODR) (Amendment) Regulations ,2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjustment for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total income	36,384.04	36,384.04
	2.	Total Expenditure	115,449.74	115,449.74
	3.	Net Profit/(Loss)	(79,065.71)	(79,065.71)
	4.	Earnings Per Share- Basic	(54.41)	(54.41)
	5.	Total Assets	184,195.56	184,195.56
	6.	Total Liabilities	291,772.94	291,772.94
	7.	Net Worth	(107,577.38)	(107,577.38)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification: The Company has accumulated losses of Rs.1,61,133.49 Lakhs as on 31 March 2020 including a net loss of Rs.79,065.71 Lakhs during the year ended 31 March 2020. The Company is facing liquidity issues as is reflected by current liabilities exceeding the current assets coupled with a negative net worth. Company's steel plant has not been able to start production since Covid-19 lockdown in March 20. These factors raise 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.		
	b.	Type of Audit Qualification: Qualified Opinion		
	c.	Frequency of qualification: First time.		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i)	Management's estimation on the impact of audit qualification:- NA		
	(ii)	If management is unable to estimate the impact, reasons for the same:- Management is of the opinion that Company will be able to continue on a going concern basis.		
	(iii)	Auditors' Comments on (i) or (ii) above:- NA		

For OCL Iron and Steel Limited

Bhawani Prasad Mishra

**Bhawani Prasad Mishra
Managing Director**

Place: New Delhi

Date: 23 August, 2021

**For Chatterjee & Chatterjee
Chartered Accountants**



B.D. Gujrati

**B.D. Gujrati
Partner**

Membership No: 010878