

NOVA
IRON & STEEL LTD.

CIN : L02710CT1989 PLC010052

F-Block, 1st Floor, International Trade Tower, Nehru Place,
New Delhi-110019 INDIA Tel.: +91-11-30451000 Fax: +91-11-23712737
Email : raj_nisl2007@yahoo.com, www.novaironsteel.com

THROUGH ONLINE PORTAL

Ref:NISL/LISTING/2021-22

Dated: 02/12/2021

The Secretary
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai-400001

Subject: Audited Financial Results for the quarter and year ended 31/03/2021

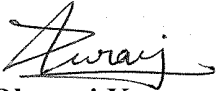
Dear Sir,

Board of Directors of the Company in its meeting held on 02/12/2021 approved the Audited financial results for the quarter and year ended 31/03/2021.

In pursuant to Regulation 33 and 30 read with Schedule III of SEBI (LODR) Regulations, 2015, please find enclosed herewith copy of Audited financial results for the quarter and year ended 31/03/2021 along with Cash Flow Statement, Statement of Asset and Liability and Auditor Report.

Kindly take note of the above and also update your website for the information of our shareholders and investors.

Yours faithfully,
For Nova Iron & Steel Limited


Dheeraj Kumar
(Company Secretary)

Encl: as above

**INDEPENDENT AUDITOR'S REPORT ON QUARTERLY AND YEAR TO DATE
AUDITED FINANCIAL RESULTS**

To

The Board of Directors

Nova Iron & Steel Limited

Qualified Opinion

We have audited the accompanying Statement of Financial Results of Nova Iron & Steel Limited (the "Company") for the quarter and year ended March 31, 2021 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

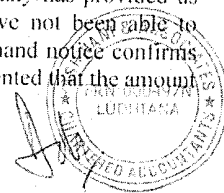
In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion section of our report*, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the Loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

- (a) The Company has not provided for interest expense of Rs. 2,882.53 Lakhs (Estimated) for the year ended 31st March 2021 related to borrowings of Rs. 31,148.02 Lakhs. Statements of accounts were not available to confirm the balances/interest chargeable thereon.

Had the interest been so provided, the finance cost and net loss would have been higher by Rs. 2,882.53 Lakhs for the year ended 31st March 2021 and Short-term Borrowings would have been higher by Rs.8,339.09 amount as on 31st March 2021.

- (b) With respect to the balance outstanding of M/s. Bhushan Power & Steel Limited, which is reflected as Short-term Borrowings amounting to Rs. 15,158.79 Lakhs & Trade Payables amounting to Rs. 6,822.01 Lakhs, the company has provided us with the demand notice from the lender. However, we have not been able to independently verify the balance of the party as the said demand notice confirms only a portion of the balance and the company has also represented that the amount is in dispute.



In the absence of any alternative corroborative evidence, we are unable to comment on the extent to which such balances are payable.

Management's Responsibilities for the Financial Results

This Statement has been prepared on the basis of annual financial statements. The Board of Directors of the company is responsible for the preparation and presentation of the Statement that gives true and fair view of the net loss and other comprehensive loss of the company and other financial information in accordance with the applicable accounting standards prescribed under section 133 of the Act read with rules made 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 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 the 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 Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Board of Directors is 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.

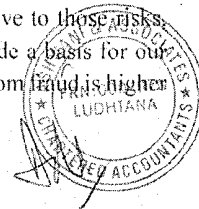
The Board of Directors is also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are 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 these Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Results, 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



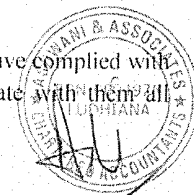
than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls 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 such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Company 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 Statement 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 Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.

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.

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



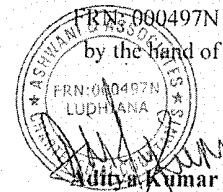
relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

1. Land under Property Plant and Equipment includes land valued at Rs. 330.69 Lakhs bought by the company in the name of third parties. Transfer of the same in the company's name is yet to be initiated.
2. The Statement includes results for the quarter ended 31st March 2021 being balancing figure between the audited figures in respect of the full year ended on that date and the published year to date figures upto the third quarter of the current financial year, which were subjected to a limited review by us, as required under the listing regulations.
3. The Company does not have a Chief Financial Officer (CFO) as required under section 203 of the Companies Act, 2013.

Our opinion is not modified in respect of above stated matters.

For and on behalf of
Ashwani & Associates
Chartered Accountants



Partner

M. No.: 506955

UDIN: 21506955AAAAVM3445

Place: Ludhiana
Dated: 02.12.2021

NOVA IRON & STEEL LTD

Registered Office : Village Dagori, Tehsil - Belha, Distt Bilaspur (Chhattisgarh)

Email: rai_nisl2007@yahoo.com, website: www.novaironsteel.com

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Statement of Audited Financial Results for the Quarter and Year Ended As On 31st March, 2021

(Rs. In Lakhs)

Sr.No.	Particulars	Quarter Ended			Year Ended	
		31.03.2021 (Audited)	31.12.2020 (Un-Audited)	31.03.2020 (Audited)	31.03.2021 (Audited)	31.03.2020 (Audited)
1	Revenue from operations	14269.71	12077.79	366.56	34481.14	5220.70
2	Other Income	-1406.70	1444.33	217.00	669.41	302.74
3	Total Income (1 + 2)	12863.01	13522.12	583.56	35150.55	5523.44
4	Expenses					
	(a) Cost of Materials Consumed	13841.10	9500.31	35.04	30288.28	3711.23
	(b) Changes in inventories of finished goods & work-in-progress	-442.15	-249.22	647.37	-983.24	1893.34
	(c) Employee benefits expense	138.90	189.17	205.00	670.29	703.67
	(d) Finance Costs	12.67	13.09	1.69	51.39	1.69
	(d) Depreciation	259.19	245.23	-675.13	871.42	732.61
	(e) Other expenses	-582.34	2877.45	297.69	3734.51	2623.23
	Total Expenses	13227.37	12576.04	511.66	34632.66	9665.77
5	Profit / Loss (-) before exceptional item, share of profit of Joint Ventures / Associates and tax (3 - 4)	-364.37	946.09	71.90	517.90	-4142.33
6	Exceptional Items	0.00	0.00	0.00	0.00	0.00
7	Profit / Loss (-) before share of profit of Joint Ventures / Associates and tax (5 +6)	-364.37	946.09	71.90	517.90	-4142.33
8	Add : Share of Profit of Joint Ventures / Associates	0.00	0.00	0.00	0.00	0.00
9	Profit / Loss (-) before tax (7 + 8)	-364.37	946.09	71.90	517.90	-4142.33
10	Tax expense					
	(a) Current Tax	-147.27	147.27	0.00	0.00	0.00
	(c) Deffered Tax (credit)/charge	1294.30	410.57	1080.74	1704.87	1011.44
	(d) Eariler Years	4.23	0.00	0.00	4.23	0.00
11	Net Profit / Loss (-) for the period after tax (9-10)	-1515.64	388.25	-1008.84	-1191.20	-5153.77
12	Other Comprehensive Income					
	Items that will not be reclassified to Profit and Loss					
	i Change in Fair Value of Investment	171.77	0.00	0.00	171.77	0.00
	ii Remeasurement of the net defined benefit liability / asset	5.38	0.00	-17.65	5.38	-17.65
	iii Income tax effect on above	-74.92	0.00	4.59	-74.92	4.59
	Total Other Comprehensive Income for the period : (i+ii+iii)	102.23	0.00	-13.06	102.23	-13.06
13	Other Comprehensive Income for period (11 + 12)	-1413.41	388.25	-1021.91	-1088.98	-5166.84

For Nova Iron & Steel Ltd.

Sumiran.

Director

14	Paid-up equity share capital	361.39	361.39	361.39	361.39	361.39
15	Face Value of share (In Rs.)	10.00	10.00	10.00	10.00	10.00
16	Earning per Share					
	1 Basic	-4.19	1.07	-2.79	-3.30	-14.26
	2 Diluted	-4.19	1.07	-2.79	-3.30	-14.26

Notes :

- 1 The above Audited Financial Results for the quarter and Year ended on 31st March, 2021 have been reviewed by the Audit Committee and taken on record at the Board Meeting held on 02.12.2021
- 2 The figures of the previous quarter / year have been regrouped / reclassified , where ever considered necessary to confirm the current year's classification.
- 3 Land under Property Plant & Equipment includes land valued at Rs.330.69 Lakhs bought by the company in the name of third parties. Transfer of the same in the company's name is yet to be initiated.
- 4 The outbreak of the COVID-19 pandemic led to an unprecedented health crisis and disrupted economic activities and trade globally. During FY2020-21, the Government of India had imposed a stringent nation-wide lockdown which severely impacted manufacturing activities. The Government of India and the respective State Governments had clarified that the Steel Sector fell within the ambit of Essential Services and Process Industries, where, continuous operations of the plant facilities were important, and therefore, exempt from the lockdown measures and could continue to operate albeit subject to the various directions issued by the central and state governments from time to time. Keeping in mind the above, the practical constraints of continuing operations and dispatches and the safety and health of its employees and other stakeholders, the Company suspended operations at Plant.
- Steel demand was affected as key steel consuming sectors struggled to operate due to weakening economic activity, shortage of manpower and logistical issues. The health and safety of our employees and the communities in which we operate and running our operations safely and efficiently so that we can continue to serve our customers, continues to be the first and foremost priority of the Company. As the outbreak spread in India, the Company initiated measures to safeguard the health, welfare and safety of all its employees including working from home, staggered shift timings.
- 5 The company has not provided for interest expense of Rs. 1372.46 Lakhs (Estimated) for the year ended 31st March 2021 related to short term borrowings of Rs 15989.22 Lakhs as on 31.03.2021.

For and on behalf of Board of Directors

For Nova Iron & Steel Ltd.

For Nova Iron & Steel Ltd.

Sumiran.

(Sumiran Aggarwal)

Director

Director
DIN 07147212

Place : Chandigarh

Date : 02.12.2021

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2021				
(Amount in Rs. Lacs)				
		For The Year Ended 31.03.2021		For The Year Ended 31.03.2020
A. Cash Flow from Operating Activities				
Net Profit / Loss (-) before Tax as per Statement of Profit & Loss account		513.66		(4,142.33)
Adjustments for:				
Depreciation	871.42		732.61	
Interest Expenses (Net)	(56.70)		(6.87)	
Remeasurement of Acturial Gain / Loss	7.26	821.99	(17.65)	708.09
Operating Profit / Loss (-) before Working Capital Changes		1,335.65		(3,434.24)
Adjustment for:				
Increase (-) / Decrease in Trade Receivables	(58.69)		30.91	
Increase (-) / Decrease in Other Current Assets	(2,901.16)		946.77	
Increase (-) / Decrease in inventories	(6,178.03)		3,313.79	
Increase / Decrease(-) in Trade Payables	4,487.70		113.04	
Increase (-) / Decrease in Other Non Current Assets	7.57		-	
Increase / Decrease(-) in Other Financial Liabilities	428.73		(111.62)	
Increase / Decrease(-) in Deferred Revenue	(57.83)		171.60	
Increase / Decrease(-) in Other Current Liabilities	4,773.68		(126.35)	
Increase / Decrease(-) in Provisions	12.89	514.85	27.00	4,365.15
Net Cash (Used In) from Operating Activities : A		1,850.51		930.90
Taxes (paid)/refund received		(46.54)		(15.03)
		1,803.97		915.87
B. Cash Flow from Investing Activities				
Purchase of Property, Plant & Equipment (net of Capital work in progress)	(41.78)		(1,105.95)	
Increase (-) / Decrease in Capital Advances	-		724.81	
FDR (made)/matured during the year	(3.13)		(5.60)	
Interest Received	5.31	(39.60)	5.18	(381.56)
Net Cash (Used In) from Investing Activities : B		(39.60)		(381.56)
C. Cash Flow from Financing Activities				
Interest Paid		51.39		1.69
Increase/Decrease in non-current security deposits		51.39		332.51
Proceeds from Short Term Borrowings (Net)		(1,783.72)		(897.95)
Net Cash (Used In) from Financing Activities : C		(1,680.93)		(563.75)
Net Increase in Cash and Cash Equivalents : (A-B-C) :		83.43		(29.44)
Cash and Cash Equivalents at the Beginning of the Year :		6.35		35.79
Cash and Cash Equivalents at the End of the Year :		89.78		6.35

For and on behalf of Board of Directors

For Nova Iron & Steel Ltd.

Sumiran

(Sumiran Aggarwal)
Director Director

DIN 07147212

Place : Chandigarh

Dated : 02.12.2021

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Statement of Assets & Liabilities as at 31st March, 2021

Particulars	(Rs. In Lacs)	
	As at 31.03.2021 (Ind AS) (Audited)	As at 31.03.2020 (Ind AS) (Audited)
ASSETS		
NON-CURRENT ASSETS		
(a) Property, Plant & Equipment	37191.92	38021.56
(b) Capital Work In Progress	0.00	0.00
(c) Financial Assets		
Investments	315.92	144.16
Other Financial Assets	28.74	43.08
(d) Other Non Current Assets	221.44	229.02
TOTAL NON CURRENT ASSETS	37758.02	38437.82
CURRENT ASSETS		
(a) Inventories	6867.09	689.06
(b) Financial Assets		
(i) Trade Receivables	336.48	277.79
(ii) Cash & Cash Equivalents	89.78	6.35
(iii) Bank Balance other than the (ii) above	20.37	2.90
(c) Current Tax Asset (Net)	46.54	0.00
(d) Other Current Assets	5407.86	2506.70
TOTAL CURRENT ASSETS	12768.12	3482.80
TOTAL ASSETS	50526.15	41920.62
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	3613.95	3613.95
(b) Other Equity	-6923.25	-5834.27
TOTAL EQUITY	-3309.30	-2220.32
LIABILITIES		
NON-CURRENT LIABILITIES		
(a) Financial Liabilities		
- Other Financial Liabilities	598.99	547.60
(b) Deferred Tax Liabilities	2613.05	831.37
(c) Provisions	184.37	179.28
(d) Deferred Revenue	55.93	113.77
TOTAL NON-CURRENT LIABILITIES	3452.34	1672.02
CURRENT LIABILITIES		
(a) Financial Liabilities		
(i) Borrowings	31148.02	32931.74
(ii) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	0.00	0.00
- Total outstanding dues of creditors other than micro enterprises and small enterprises	12958.22	8470.52
(iii) Other Financial Liabilities	770.78	342.05
(b) Provisions	48.88	41.07
(c) Deferred Revenue	57.83	57.83
(d) Other Current Liabilities	5347.07	573.39
(e) Current Tax Liabilities (Net)	52.31	52.31
TOTAL CURRENT LIABILITIES	50383.12	42468.91
TOTAL EQUITY & LIABILITIES	50526.15	41920.62
For and on behalf of Board of Directors For Nova Iron & Steel Ltd.		
<div style="display: flex; justify-content: space-between; align-items: center;"> <div style="width: 40%;"> <p>Place : Chandigarh Date : 02.12.2021</p> </div> <div style="width: 50%; text-align: center;"> <p><i>Sumiran.</i> (Sumiran Aggarwal) Director DIN 07147212</p> </div> </div>		