

ELECTROSTEEL CASTINGS LIMITED

H.O. : G.K. Tower, 19, Camac Street, Kolkata 700 017, India
Regd. Office : Rathod Colony, Rajgangpur, Sundergarh, Odisha 770 017
Tel : +91 33-2283 9900, 7103 4400
CIN : L27310OR1955PLC000310
Web : www.electrosteelcastings.com



8 February, 2024

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kuria Complex,
Bandra (E),
Mumbai – 400 051

Scrip Code: **500128**

Symbol: **ELECTCAST**

Dear Sir/Madam,

Sub: Outcome of Meeting of the Board of Directors of the Company held on 8 February, 2024

Pursuant to Regulation 30 and other applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), please be informed that the Board of Directors, at its meeting held today, has, inter-alia:

1. approved the Unaudited Standalone and Consolidated Financial Results of the Company for the quarter and nine months ended 31 December, 2023. In compliance with provisions of Regulation 33 and other applicable provisions of the Listing Regulations, please find enclosed herewith, the said Financial Results, along with the Limited Review Reports of the Statutory Auditors thereon.
2. approved declaration of Interim Dividend of Re. 0.50/- per equity share of Re. 1/- each for the financial year 2023-2024. Accordingly, the Board has fixed Wednesday, 21 February 2024 as a record date for determining entitlement of members for the purpose of payment of interim dividend.
3. approved the re-appointment of Dr. Mohua Banerjee (DIN:08350348) as an Independent Director of the Company for a second term of five years with effect from 8 February, 2024 subject to the approval of the members of the Company.

The requisite disclosure, pursuant to Part A Para A of Schedule III of Regulation 30 of the SEBI Listing Regulations and in terms of SEBI circular SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated 11 July 2023 and SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13 July 2023, is enclosed as Annexure 'A.'

Time of Commencement of Meeting: 1130 Hours
Time of Conclusion of Meeting: 12.45 Hours

This is for your information and records.

Thanking you.

Yours faithfully,

For Electrosteel Castings Limited


Indranil Mitra
Company Secretary
ICSI: A20387



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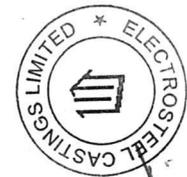
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ANNEXURE – A

SI No.	Particulars	Details
a)	Reason for change	Re-appointment of Dr. Mohua Banerjee (DIN: 08350348) as a Non-executive Independent Director of the Company for a second term of five consecutive years
b)	Date of appointment and term of appointment	With effect from 8 February 2024 to 7 February 2029, not liable to retire by rotation
c)	Brief Profile	Dr. Mohua Banerjee is Professor – Marketing, Dean – Placements, Corporate & Alumni Relations, International Management Institute Kolkata (RP-Sanjiv Goenka Group). She completed her M.Com. and Ph.D. from the University of Calcutta. She is a Visiting Faculty in National and Foreign Universities. She has over eighteen years of teaching experience and teaches courses on Marketing Management, Retail Marketing, Sales & Distribution and Marketing Communication in India.
d)	Disclosure of *relationships between directors	Dr. Mohua Banerjee is not related to any of the Directors of the Company.
e)	Information as required under BSE circular no. LIST/COM/14/2018-19 and NSE circular no. NSE/CML/2018/24 both dated June 20, 2018.	To the best of our knowledge and information, we hereby affirm that Dr. Mohua Banerjee is not debarred from holding the office of director by virtue of any SEBI order or Order of any other regulatory authority.



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**Independent Auditors' Review Report
The Board of Directors
Electrosteel Castings Limited**

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **Electrosteel Castings Limited** ("the Company") for the Quarter and nine months ended on December 31, 2023 ('the Statement'). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended ("Listing Regulations 2015"), which has been initialed by us for identification purposes.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS - 34") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement 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 Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to the following Notes of the Statement which are subject matter of qualified conclusion as given in Para 5 below:
 - a) Note no. 3 regarding cancellation of coal block allotted to the company in earlier year and adjustments required to be carried out in respect of the claim to be received, amount received so far in this respect and carrying value of the property, plant and equipment, capital work in progress, inventory and balances lying under other heads of account for the reasons stated therein; and
 - b) Note No. 4 in respect of company's investment in ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL and the same was set aside by Hon'ble High court at Kolkata and mortgage of Land at Elavur plant in favour of one of the lenders of ESL who had assigned their rights to another party and symbolic possession of the land being taken over by the said party. The matter has been disputed by the company and is currently pending before DRAT and Hon'ble High Court at Chennai.
 - c) Pending finalization of the matters dealt with in (a) and (b), impacts thereof are presently not ascertainable and as such cannot be commented upon by us.



5. Based on our review conducted as above, we report that, excepting the possible effect of the matters as stated in Para 4 above, nothing has come to our attention that causes us to believe that the accompanying statement read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, 2015, including the manner in which it is to be disclosed.

For Lodha & Co LLP,
Chartered Accountants
Firm's ICAI Registration No. 301051E/ E300284

R. P. Singh

R. P. Singh
Partner

Membership No. 052438
UDIN: 24052438BKFNCU8411

Place: Kolkata
Date: February 08, 2024





ELECTROSTEEL CASTINGS LIMITED
CIN: L27310OR1955PLC000310

Registered Office : Rathod Colony, P. O. Rajgangpur, Sundergarh, Odisha 770 017
Tel. No.:+91 06624 220 332; Fax:+91 06624 220 332
Corporate Office: 19, Camac Street, Kolkata 700 017
Website: www.electrosteel.com
E-mail: companysecretary@electrosteel.com

(Rs. in lakhs)

STATEMENT OF UNAUDITED STANDALONE RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31/12/2023

Particulars	3 months ended 31/12/2023	Preceding 3 months ended 30/09/2023	Corresponding 3 months ended in the previous year 31/12/2022	Year to date figures for current period ended 31/12/2023	Year to date figures for previous period ended 31/12/2022	Year to date figures for previous year ended 31/03/2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Revenue From Operations	179657.03	187022.28	172803.62	516171.60	515418.15	691600.46
2. Other Income	1754.88	1801.90	2264.45	7032.84	7281.72	9652.16
3. Total income (1 + 2)	181411.91	188824.18	175068.07	523204.44	522699.87	701252.62
4. EXPENSES						
(a) Cost of materials consumed	77234.23	93650.87	104430.33	257654.29	306699.68	399087.45
(b) Purchases of Stock-in-Trade	2.48	-	-	2.48	-	-
(c) Changes in inventories of finished goods, Stock in-Trade and work-in-progress	10278.24	5609.12	(489.06)	11999.96	(11502.79)	(2696.15)
(d) Employee benefits expense	9748.30	10803.74	9205.33	29353.45	27105.65	35809.78
(e) Finance costs	4978.68	5469.13	7330.21	15575.39	19994.84	27224.33
(f) Depreciation and amortization expense	2779.59	2855.26	2855.76	8474.88	8599.67	11401.63
(g) Other expenses	42915.74	45686.72	43545.66	131459.36	141802.53	187147.43
Total expenses	147937.26	164074.84	166878.23	454519.81	492699.58	657974.47
5. Profit before tax (3 - 4)	33474.65	24749.34	8189.84	68684.63	30000.29	43278.15
6. Tax expense:						
Current tax	8452.20	6701.89	1583.21	17489.14	7286.37	10633.96
Deferred tax	(171.82)	(357.73)	71.76	(543.51)	(631.92)	(832.16)
7. Profit for the period (5 - 6)	25194.27	18405.18	6534.87	51739.00	23345.84	33476.35
8. Other Comprehensive Income						
A (i) Items that will not be reclassified to profit or loss						
a) Remeasurements of the defined benefit plans	(1.13)	(1.14)	(23.56)	(3.40)	(70.68)	(4.13)
b) Equity instruments through other comprehensive income	-	(592.90)	-	(592.90)	3.94	(2912.23)
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.28	(1.30)	5.93	(0.73)	16.89	0.19
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
Other Comprehensive Income for the period (net of tax)	(0.85)	(595.34)	(17.63)	(597.03)	(49.85)	(2916.17)
9. Total Comprehensive Income for the period (7 + 8)	25193.42	17809.84	6517.24	51141.97	23295.99	30560.18
10. Paid-up equity share capital (Face value - Re. 1/-)	5946.05	5946.05	5946.05	5946.05	5946.05	5946.05
11. Other equity excluding revaluation reserve						421099.47
12. Earnings per equity share of par value of Re. 1 each. (not annualised)						
(1) Basic (Rs.)	4.24	3.09	1.10	8.70	3.93	5.63
(2) Diluted (Rs.)	4.22	3.08	1.10	8.67	3.93	5.63



Notes:

1. The above Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2023 (hereinafter referred to as "Financial Results") have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 08, 2024 and have been subjected to Limited Review by the Statutory Auditors.
2. The Company operates mainly in one business segment viz. Pipes and fittings and all other activities revolve around the main business.
3. In pursuance of the Order dated September 24, 2014 issued by the Hon'ble Supreme Court of India ('the Order') followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 (Ordinance) for implementing the Order, allotment of Parbatpur coal block (coal block/mines) to the Company which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance, the Company was allowed to continue the operations in the said block till March 31, 2015. Accordingly, the said block had been handed over to Bharat Coking Coal Limited (BCCL) as per the direction from Coal India Limited ('CIL') with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited (SAIL) and pending final determination, compensation of Rs. 8312.14 lakhs was received. The company also came to understand that SAIL subsequently handed over back the said coal block to the custody of BCCL.

Following a petition filed by the Company, the Hon'ble High Court at Delhi had pronounced its judgement on March 09, 2017. Accordingly, and based on the said judgement, the Company has so far claimed Rs.154944.48 lakhs towards compensation against the said coal block and acceptance of the same is awaited. Aggrieved due to delay in acceptance of claim, on a petition filed by the Company, the Hon'ble High Court had directed the Nominated Authority appointed under Ministry of Coal to determine the amount of compensation to be paid to the company. Earlier the Nominated Authority had upheld its decision of compensation already paid which was set aside by the Hon'ble High Court with a direction to the Nominated Authority to reconsider the said decision. The Nominated authority further passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs and with a further direction to re-determine the value of certain assets by the appropriate authority. Subsequently, a newly appointed Nominated Authority (New Nominated Authority) had appointed a valuer to determine the value of those specified assets as per the direction of Nominated Authority dated November 11, 2019. The company came to understand that valuation report recommending a valuation of total direct/hard cost for specified assets has been submitted to the New Nominated Authority and the same is under consideration and a final compensation is yet to be decided. Various certifications and details as sought by New Nominated Authority in this connection have been submitted. The company had also earlier approached the New Nominated Authority/ Ministry of Coal (Ministry) to similarly reconsider the compensation determined by the previous Nominated Authority, for land and some other major assets.

In the meantime, JSW Steel Limited ('JSW') has been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 has been issued by the Ministry of Coal in favour of JSW. JSW as being claimed by them has taken the physical possession of said coal block and has therefore requested to initiate negotiations for utilization of movable property/ assets used in coal mining. The Company has approached Hon'ble Delhi High Court in this respect and the matter is pending as on this date. The company's management is actively pursuing to revise and determine the amount of entire compensation for the coal block including mine infrastructure and land and all other related assets in terms of Coal Mines (Special Provisions) Act, 2015 read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court of Delhi and taking all necessary legal steps for the same.

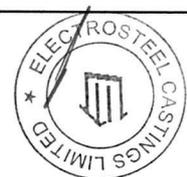
Pending finalisation of the matter as above;

(i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Company has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;

(ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs has been considered as other recoverable under current assets; and

(iii) Compensation of Rs. 8312.34 lakhs so far received and net realisations/claims against sale of assets, advances, input credits etc. amounting to Rs. 2090.04 lakhs have been adjusted. Bank guarantee amounting to Rs. 920.00 lakhs has been given against the compensation received.

Necessary disclosures and adjustments arising with respect to above and resultant claim will be given effect to on final acceptance/settlement of the amount thereof.



4. The Company holds 197,96,000 equity shares of Rs. 10/- each in ESL Steel Limited ('ESL') out of which 173,34,999 equity shares of Rs. 10/- each amounting to Rs. 5744.81 lakhs have been pledged with the consortium of lenders of ESL ('lenders'). The notices issued by the lenders for invocation of pledge of company's investment was set aside by the Hon'ble High Court at Calcutta in the earlier year and the company's plea for release of such pledge is pending before the Hon'ble Court.

Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the company, situated at Elavur, Tamil Naidu, were mortgaged to another lender (SREI Infrastructure Finance Limited) ('SREI') of ESL and SREI had subsequently assigned it's right in the said property to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The Company had disputed the alleged assignment of the loan by the lender at Hon'ble Madras High Court. Subsequently, as per direction of the Hon'ble Supreme Court, the Company had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land. The DRT vide its order dated April 08, 2022 uploaded on April 27, 2022 had dismissed the application of the Company. On filing the appeal before the Debt Recovery Appellate Tribunal (DRAT) against the order of DRT, DRAT has directed the Company to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs and was of the view that at admission stage it cannot go in to the merits of the case hence, cannot give any relief on the pre-deposit. The Company then has filed revision application at Hon'ble Madras High Court under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution challenging provisions of pre-deposit under SARAFESI Act. The matter is now pending before Hon'ble Madras High Court.

Earlier, the ARC had also filed an application before the Hon'ble NCLT, Cuttack for initiation of Corporate Insolvency and Resolution Process (CIRP) against the Company which had been decided in the favour of the Company vide NCLT order dated June 24, 2022 ('the Order') by dismissing the application of ARC. The said order was challenged before Hon'ble National Company Law Appellate Tribunal ('NCLAT'), New Delhi by ARC which has since been upheld by NCLAT vide it's order dated January 24, 2024 and the order dismissing the application of ARC, as above stands valid and effective.

Pending finalization of the matter, these assets have been carried forward at their book value.

5. Pursuant to a settlement arrived in respect of Company's Joint Venture, Domco Private Limited (DPL) for carrying out mining of Coal at Jharkhand, Investment in Equity shares of DPL amounting to Rs. 30.00 lakhs and advance of Rs. 700.00 lakhs given to them being no longer recoverable have been written off during the period. Consequent to the said settlement Arbitration and other proceedings by or against the company have been withdrawn and DPL ceased to be a Joint Venture of the company. This, however, does not have any impact on the financial results of the current period since impairment in value thereof was provided in earlier years and the same consequent to the write off as above, has been written back and included under other income of the period ended December 31, 2023.

6. The company as approved by the Shareholders vide their postal ballot resolution dated December 23, 2022, has allotted 2,35,79,344 warrants convertible into or exchangeable for 1 (one) fully paid-up equity share of the company having face value of Re. 1 each at the issue price of Rs. 42.41 each payable in cash ('warrant issue price') on preferential basis to Promoter/ Promoter group on December 27, 2022. The said allotment has been made on receipt of Rs. 10.60 for each warrant being the amount equivalent to 25% of the warrant issue price as upfront contribution entitling the warrant holders to apply for and get allotted one equity shares of the company against each warrant held in one or more tranche within a maximum period of eighteen months from the date of allotment on payment of balance amount of Rs. 31.81 per warrant ('balance consideration'), equivalent to 75% of the warrant issue price.

Subsequent to the reporting period, the Company has since received the balance consideration aggregating Rs. 7500.59 lakhs and accordingly, 2,35,79,344 Equity Shares of Re. 1 each on exercise of the conversion entitlement pursuant to the warrants as stated above have since been allotted on January 24, 2024.

7. In respect of company's claim against private railway siding at Durgachak near Haldia, the construction of which was stalled on withholding the commissioning of the same by South Eastern Railways (SER), the matter was pending before a Sole Arbitrator appointed by Hon'ble High Court at Kolkata vide it's order dated July 01, 2019. The arbitration award allowing the claim of Rs. 22785.02 lakhs has since been granted on January 03, 2024 in favour of the company. The award being appealable, claim arising in this respect will be recognised on completion of the time period stipulated for the appeal etc., and acceptance of the said claim by SER.

8. During the quarter, the Blast Furnace at Khardah Unit of the company was under shut down for repair and maintenance work for the period from November 24, 2023 till January 15, 2024. Accordingly, figures for the quarter are not comparable with the figures of previous periods.

9. The Board of Directors in their meeting dated February 08, 2024 has declared an Interim Dividend of Re. 0.50 (50%) per Equity Share of face value of Re. 1 each for the financial year 2023-24.

10. Previous periods' figures have been regrouped/rearranged wherever necessary.

Kolkata
February 8, 2024



For ELECTROSTEEL CASTINGS LIMITED

Pradip Kumar Khaitan

Pradip Kumar Khaitan
Chairman
(DIN: 00004821)

**Independent Auditors' Review Report
The Board of Directors
Electrosteel Castings Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Electrosteel Castings Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and nine months ended December 31, 2023 ("the Statement"), being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations 2015"), which has been initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons 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 Standards on Auditing 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.
4. We also have performed the procedures for review in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the Listing Regulations 2015, to the extent applicable
5. The Statement includes the results of the following entities:

Name of the Subsidiaries (Including Step-down Subsidiaries)	
a) Electrosteel Trading S.A. Spain	b) Electrosteel Castings (UK) Limited
c) Electrosteel Castings Gulf FZE	d) Electrosteel USA, LLC
e) Electrosteel Doha for Trading LLC	f) WaterFab LLC (acquired 100% share capital through wholly owned subsidiary Electrosteel USA, LLC)
g) Electrosteel Brasil Ltd. Tubos e Conexoes Duties	h) Electrosteel Bahrain Trading WLL (subsidiary of Electrosteel Bahrain Holding Company S.P.C)
i) Electrosteel Bahrain Holding Company S.P.C	j) Electrosteel Algeria SPA
k) Electrosteel Europe S.A	
Name of the Joint Venture Companies	
a) North Dhadhu Mining Company Private Limited	



6. Attention is drawn to the following Notes of the Statement which are subject matter of qualified conclusion as given in Para 7 below:
- a) Note no. 3 cancellation of coal block allotted to the parent in earlier year and adjustments required to be carried out in respect of the claim to be received, amount received so far in this respect and carrying value of the property, plant and equipment, capital work in progress, inventory and balance lying under other heads of account for the reasons stated therein; and
 - b) Note No. 4 in respect of parent's investment in ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL and the same was set aside by Hon'ble High court at Kolkata and mortgage of Land at Elavur plant in favour of one of the lenders of ESL who had assigned their rights to another party and symbolic possession of the land being taken over by the said party. The matter has been disputed by the parent and is currently pending before DRAT and Hon'ble High Court at Chennai.
 - c) Pending finalization of the matters dealt with in (a) and (b), impacts thereof are presently not ascertainable and as such cannot be commented upon by us.
7. Based on our review conducted as above and based on the consideration of the review report of other auditor and management certified accounts referred to in Paragraph 8 and 9 below, we report that excepting the possible effects of the matters stated in Para 6 above, nothing has come to our attention that causes us to believe that the accompanying statement read with notes thereon, prepared in accordance with aforesaid Indian Accounting Standards and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, 2015, including the manner in which it is to be disclosed or it contains any material mis-statement.
8. We did not review the unaudited interim financial results and other financial information in respect of one subsidiary located outside India included in the consolidated unaudited financial statements, whose financial results reflects total income of Rs. 7,71,97.87 lakhs (including Rs. 2,40,92.43 lakhs for the period), Net profit after tax of Rs. 16,01.86 lakhs (including Rs. 2,67.46 lakhs for the period) and total comprehensive income of Rs. 20,49.91 lakhs (including Rs. 8,07.02 lakhs for the period) for the nine months ended December 31, 2023 as considered in the unaudited consolidated financial results. These interim financial statements have been reviewed by the other auditor whose report have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the reports of the other auditors and procedures performed by us as stated above.
9. The accompanying statement also includes the interim financial results and other financial information of ten subsidiaries (including two step down subsidiaries) whose interim financial results reflects total income of Rs. 5,56,60.81 lakhs (including Rs. 1,70,68.38 lakhs for the period), Net profit after tax of Rs. 31,34.52 lakhs (including Rs. 8,02.63 lakhs for the period) and total comprehensive income of Rs. 34,36.10 lakhs (including Rs. 10,09.53 lakhs) for the nine months ended December 31, 2023 as considered in the unaudited consolidated financial results have not been reviewed by their auditors and have been certified by the management of the respective subsidiaries.
10. The above-mentioned subsidiaries are located outside India whose interim financial results have been prepared in accordance with the accounting principles generally accepted in their respective countries and have been reviewed by their auditors, wherever stated above, under generally accepted auditing standards applicable in their respective countries. The Parent's management has converted the interim financial results of these subsidiaries from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Parent company's management. Our conclusion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of the other auditors/management certified accounts and the conversion adjustments prepared by the management of the parent company and reviewed by us.
11. Our conclusion on the Statement is not modified in respect of the matters stated in Para (8) to (10) above.



12. In view of the Investment in North Dhadhu Mining Company Private Limited, a Joint Venture of the Parent being fully provided in the books, the results of North Dhadhu Mining Company Private Limited have not been incorporated in these consolidated results.

For Lodha & Co LLP,
Chartered Accountants
Firm's ICAI Registration No. 301051E/E300284



Place: Kolkata
Date: February 08, 2024

R.P. Singh
R. P. Singh
Partner
Membership No. 052438
UDIN: 24052438BKFNCV1760



ELECTROSTEEL CASTINGS LIMITED
CIN: L27310OR1955PLC000310

Registered Office : Rathod Colony, Rajgangpur, Sundergarh, Odisha 770 017

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Corporate Office: 19, Camac Street, Kolkata 700 017

Website: www.electrosteel.com

E-mail: companysecretary@electrosteel.com

(Rs. in lakhs)

STATEMENT OF UNAUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31/12/2023							
Particulars		3 months ended 31/12/2023	Preceding 3 months ended 30/09/2023	Corresponding 3 months ended in the previous year 31/12/2022	Year to date figures for current period ended 31/12/2023	Year to date figures for previous period ended 31/12/2022	Year to date figures for previous year ended 31/03/2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1.	Revenue From Operations	186938.01	191934.08	185185.69	547375.61	540313.40	727550.76
2.	Other Income	2277.57	1817.99	1534.16	6794.28	4863.15	8492.00
3.	Total income (1 + 2)	189215.58	193752.07	186719.85	554169.89	545176.55	736042.76
4.	EXPENSES						
	(a) Cost of materials consumed	77234.23	93650.87	104430.33	257654.29	306699.68	399087.45
	(b) Purchases of Stock-in-Trade	3949.51	3422.04	5536.03	10755.12	12201.12	15792.00
	(c) Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	4398.43	1004.22	(3972.42)	8357.08	(23854.12)	(16002.03)
	(d) Employee benefits expense	12103.98	13011.97	11217.69	36080.65	32563.94	43040.99
	(e) Finance costs	5312.05	5728.27	7720.87	16731.94	20864.90	28588.92
	(f) Depreciation and amortization expense	2959.81	3043.96	3020.45	9027.38	9052.25	12119.76
	(g) Other expenses	48608.95	50808.07	49238.58	147814.81	158216.35	211875.41
	Total expenses	154566.96	170669.40	177191.53	486421.27	515744.12	694502.50
5.	Profit before tax (3-4)	34648.62	23082.67	9528.32	67748.62	29432.43	41540.26
6.	Tax expense:						
	Current tax	8459.73	6924.75	1911.75	18252.29	8422.28	12505.57
	Deferred tax	(154.18)	(1307.45)	(235.11)	(1804.27)	(1663.74)	(2588.64)
7.	Profit for the period (5-6)	26343.07	17465.37	7851.68	51300.60	22673.89	31623.33
8.	Profit for the period attributable to:						
	- Owners of the Parent	26337.17	17457.42	7843.47	51281.07	22637.15	31580.22
	- Non-Controlling Interest	5.90	7.95	8.21	19.53	36.74	43.11
9.	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss						
	a) Remeasurements of the defined benefit plans	(1.13)	(1.14)	(23.56)	(3.40)	(70.68)	(4.13)
	b) Equity instruments through other comprehensive income	0.15	(592.90)	-	(592.70)	3.94	(2912.30)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.28	(1.30)	5.93	(0.73)	16.89	0.19
	B (i) Items that will be reclassified to profit or loss						
	- Foreign currency translation differences	746.32	(158.46)	86.00	749.44	1530.92	1549.19
	(ii) Income tax relating to item that will be reclassified to profit or loss	-	-	-	-	-	-
	Other Comprehensive Income (net of tax)	745.62	(753.80)	68.37	152.61	1481.07	(1367.05)
10.	Other Comprehensive Income attributable to:						
	- Owners of the Parent	745.62	(753.80)	68.37	152.61	1481.07	(1367.05)
	- Non-Controlling Interest	-	-	-	-	-	-
11.	Total Comprehensive Income for the period (7+9)	27088.69	16711.57	7920.05	51453.21	24154.96	30256.28
12.	Total Comprehensive Income attributable to:						
	- Owners of the Parent	27082.79	16703.62	7911.84	51433.68	24118.22	30213.17
	- Non-Controlling Interest	5.90	7.95	8.21	19.53	36.74	43.11
13.	Paid-up equity share capital (Face value - Re. 1/-)	5946.05	5946.05	5946.05	5946.05	5946.05	5946.05
14.	Other equity excluding revaluation reserve						432317.55
15.	Earnings per equity share of per value of Re. 1 each (not annualised).						
	(1) Basic (Rs.)	4.42	2.94	1.32	8.62	3.81	5.31
	(2) Diluted (Rs.)	4.40	2.93	1.32	8.59	3.81	5.31



Notes:

1. (a) The above Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2023 (hereinafter referred to as "Consolidated Financial Results") have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 08, 2024 and have been subjected to Limited Review by the Statutory Auditors of the group.

(b) The consolidated financial results for the quarter and nine months ended December 31, 2023 include the figures of the Electrosteel Castings Limited ('the parent') together with its subsidiaries namely Electrosteel Trading S.A. Spain, Electrosteel Castings Gulf FZE, Electrosteel Doha for Trading LLC, Electrosteel Brasil Ltd. Tubes e Conexoes Duties, Electrosteel Bahrain Holding Company S.P.C, Electrosteel Europe S.A, Electrosteel Castings (UK) Limited, Electrosteel USA, LLC, WaterFab LLC (wholly owned subsidiary Electrosteel USA, LLC), Electrosteel Bahrain Trading WLL (subsidiary of Electrosteel Bahrain Holding Company S.P.C) and Electrosteel Algeria SPA.

2. The group operates mainly in one business segment viz. Pipes and fittings and all other activities revolve around the main business.

3. In pursuance of the Order dated September 24, 2014 issued by the Hon'ble Supreme Court of India ('the Order') followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 (Ordinance) for implementing the Order, allotment of Parbatpur coal block (coal block/mines) to the Parent which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance, the parent was allowed to continue the operations in the said block till March 31, 2015. Accordingly, the said block had been handed over to Bharat Coking Coal Limited (BCCL) as per the direction from Coal India Limited (CIL) with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited (SAIL) and pending final determination compensation of Rs. 8312.14 lakhs was received. The parent also came to understand that SAIL subsequently handed over back the said coal block to the custody of BCCL.

Following a petition filed by the parent, the Hon'ble High Court at Delhi had pronounced its judgement on March 09, 2017. Accordingly, and based on the said judgement, the parent has so far claimed Rs. 154944.48 lakhs towards compensation against the said coal block and acceptance of the same is awaited. Aggrieved due to delay in acceptance of claim, on a petition filed by the parent, the Hon'ble High Court had directed the Nominated Authority appointed under Ministry of Coal to determine the amount of compensation to be paid to the parent. Earlier the Nominated Authority had upheld its decision of compensation already paid which was set aside by the Hon'ble High Court with a direction to the Nominated Authority to reconsider the said decision. The Nominated authority further passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs and with a further direction to re-determine the value of certain assets by the appropriate authority. Subsequently, a newly appointed Nominated Authority (New Nominated Authority) had appointed a valuer to determine the value of those specified assets as per the direction of Nominated Authority dated November 11, 2019. The parent came to understand that valuation report recommending a valuation of total direct/hard cost for specified assets has been submitted to the New Nominated Authority and the same is under consideration and a final compensation is yet to be decided. Various certification and details as sought by the New Nominated Authority in this connection have been submitted. The parent had also earlier approached the New Nominated Authority/ Ministry of Coal (Ministry) to similarly reconsider the compensation determined by the previous Nominated Authority, for land and some other major assets.

In the meantime, JSW Steel Limited ('JSW') has been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 has been issued by the Ministry of Coal in favour of JSW. JSW as being claimed by them has taken the physical possession of said coal block and has therefore requested to initiate negotiations for utilization of movable property/ assets used in coal mining. The parent has approached Hon'ble Delhi High Court in this respect and the matter is pending as on this date. The parent's management is actively pursuing to revise and determine the amount of entire compensation for the coal block including mine infrastructure and land and all other related assets in terms of Coal Mines (Special Provisions) Act, 2015 read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court of Delhi and taking all necessary legal steps for the same.

Pending finalisation of the matter as above;

(i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Parent has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;

(ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs has been considered as other recoverable under current assets; and

(iii) Compensation of Rs. 8312.34 lakhs so far received and net realisations/claims against sale of assets, advances, input credits etc. amounting to Rs. 2090.04 lakhs have been adjusted. Bank guarantee amounting to Rs. 920.00 has been given against the compensation received.

Necessary disclosures and adjustments arising with respect to above and resultant claim will be given effect to on final acceptance/settlement of the amount thereof.



4. The Parent holds 197,96,000 equity shares of Rs. 10/- each in ESL Steel Limited ('ESL') out of which 173,34,999 equity shares of Rs. 10/- each amounting to Rs. 5744.81 lakhs have been pledged with the consortium of lenders of ESL ('lenders'). The notices issued by the lenders for invocation of pledge of parent's investment was set aside by the Hon'ble High Court at Calcutta in the earlier year and the parent's plea for release of such pledge is pending before the Hon'ble Court.
- Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the parent, situated at Elavur, Tamil Nadu, were mortgaged to another lender SREI Infrastructure Finance Limited ('SREI') of ESL and SREI had subsequently assigned its right in the said property to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The parent had disputed the alleged assignment of the loan by the lender at Hon'ble Madras High Court. Subsequently, as per direction of the Hon'ble Supreme Court, the parent had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land. The DRT vide its order dated April 08, 2022 uploaded on April 27, 2022 had dismissed the application of the parent. On filing the appeal before the Debt Recovery Appellate Tribunal (DRAT) against the order of DRT, DRAT has directed the parent to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs and was of the view that at admission stage it cannot go in to the merits of the case hence, cannot give any relief on the pre-deposit. The parent then has filed revision application at Hon'ble Madras High Court under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution challenging provisions of pre-deposit under SARAFESI Act. The matter is now pending before Hon'ble Madras High Court.
- Earlier, the ARC had also filed an application before Hon'ble NCLT, Cuttack for initiation of Corporate Insolvency and Resolution Process (CIRP) against the parent which had been decided in the favour of the parent vide NCLT order dated June 24, 2022 ('the Order') by dismissing the application of ARC. The said order was challenged before Hon'ble National Company Law Appellate Tribunal ('NCLAT'), New Delhi by ARC which has since been upheld by NCLAT vide its order dated January 24, 2024 and the order dismissing the application of ARC, as above stands valid and effective.
- Pending finalization of the matter, these assets have been carried forward at their book value.
5. Pursuant to a settlement arrived in respect of parent's Joint Venture, Domco Private Limited (DPL) for carrying out mining of Coal at Jharkhand, Investment in Equity shares of DPL amounting to Rs. 30.00 lakhs and advance of Rs. 700.00 lakhs given to them being no longer recoverable have been written off during the period. Consequent to the said settlement Arbitration and other proceedings by or against the Parent have been withdrawn and DPL cease to be a Joint Venture of the Group. This, however, does not have any impact on the consolidated financial results of the current period since impairment in value thereof was provided in earlier years and the same consequent to the write off as above, has been written back and included under other income of the period ended December 31, 2023.
6. The parent as approved by the Shareholders vide their postal ballot resolution dated December 23, 2022, has allotted 2,35,79,344 warrants convertible into or exchangeable for 1 (one) fully paid-up equity share of the parent having face value of Re. 1 each at the issue price of Rs. 42.41 each payable in cash ('warrant issue price') on preferential basis to Promoter/ Promoter group on December 27, 2022. The said allotment has been made on receipt of Rs. 10.60 for each warrant being the amount equivalent to 25% of the warrant issue price as upfront contribution entitling the warrant holders to apply for and get allotted one equity shares of the parent against each warrant held in one or more tranche within a maximum period of eighteen months from the date of allotment on payment of balance amount of Rs. 31.81 per warrant ('balance consideration'), equivalent to 75% of the warrant issue price.
- Subsequent to the reporting period, the Parent has since received the balance consideration aggregating Rs. 7500.59 lakhs and accordingly, 2,35,79,344 Equity Shares of Re. 1 each on exercise of the conversion entitlement pursuant to the warrants as stated above have since been allotted on January 24, 2024.
7. In respect of parent's claim against private railway siding at Durgachak near Haldia, the construction of which was stalled on withholding the commissioning of the same by South Eastern Railways (SER), the matter was pending before a Sole Arbitrator appointed by Hon'ble High Court at Kolkata vide its order dated July 01, 2019. The arbitration award allowing the claim of Rs. 22785.02 lakhs has since been granted on January 03, 2024 in favour of the parent. The award being appealable, claim arising in this respect will be recognised on completion of the time period stipulated for the appeal etc., and acceptance of the said claim by SER.
8. During the quarter, the Blast Furnace at Khardah Unit of the company was under shut down for repair and maintenance work for the period from November 24, 2023 till January 15, 2024. Accordingly, figures for the quarter are not comparable with the figures of previous periods.
9. The Board of Directors of the parent in their meeting dated February 08, 2024 has declared an Interim Dividend of Re. 0.50 (50%) per Equity Share of face value of Re. 1 each for the financial year 2023-24.
10. Previous periods' figures have been regrouped/rearranged wherever necessary.

Kolkata
February 8, 2024



For ELECTROSTEEL CASTINGS LIMITED

Pradip Kumar Khaitan

Pradip Kumar Khaitan
Chairman
(DIN: 00004821)