



# VARDHMAN SPECIAL STEELS LIMITED

Regd. & Corporate Office : Chandigarh Road, LUDHIANA - 141 010, Punjab (INDIA)

PHONE : (0161) 2228943-48; Fax : (0161) 2601048, 2222616, 2601040

CIN : L27100PB2010PLC033930; PAN No. : AADCV4812B

E-mail : secretarial.lud@vardhman.com, Website : www.vardhman.com / www.vardhmansteel.com

Ref. VSSL:SCY:NOV:2016-17

Dated: 12.11.2016

The Deputy General Manager,  
Corporate Relationship Deptt,  
Bombay Stock Exchange Limited,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building, P.J Towers,  
Dalal Street, Fort,  
**MUMBAI-400001.**  
Scrip Code: 534392

The National Stock Exchange of India Ltd,  
Exchange Plaza,  
Bandra-Kurla Complex,  
Bandra (East),  
**MUMBAI-400 051**

Scrip Code: VSSL

## SUB: DISCLOSURE UNDER REGULATION 30 & 33 OF SEBI LISTING OBLIGATIONS

Dear Sir,

Pursuant to Regulation 30 read with Part A of Schedule III and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, we are enclosing herewith Un-Audited Financial Results of the Company for the quarter/ half-year ended 30<sup>th</sup> September, 2016 together with Limited Review Report as approved by Board of Directors in its meeting held on 12<sup>th</sup> November, 2016.

The meeting of the Board of Directors commenced at 12.00 noon and concluded at 2:40 p.m. *Sonam*

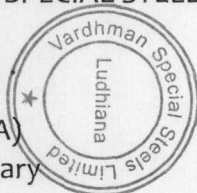
Kindly note and display the notice on your notice Board for the information of the members of your exchange and general public.

Thanking you,

Yours faithfully,

For VARDHMAN SPECIAL STEELS LIMITED

*Sonam*  
(SONAM TANEJA)  
Company Secretary



VARDHMAN SPECIAL STEELS LIMITED  
 Regd. Office Vardhman Premises, Chandigarh Road, Ludhiana-141010  
 Corporate Identity Number (CIN): L27100PB2010PLC033930, PAN: AADCV4812B  
 Website: www.vardhmansteel.com Email: secretarial.lud@vardhman.com  
 Unaudited Financial Results for the Quarter & Half Year ended 30th September, 2016

Particulars	(In Crores)				
	Quarter Ended 30th September, 2016	Quarter Ended 30th June, 2016	Quarter Ended 30th September, 2015	Half Year Ended 30 Sep-2016	Half Year Ended 30 Sep-2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
<b>1 Income From Operations</b>					
a) Income From Operations	191.40	178.35	185.82	369.75	368.58
b) Other Operating Income	0.30	0.32	0.51	0.62	0.93
<b>Total Income from operations (Net)</b>	<b>191.70</b>	<b>178.67</b>	<b>186.33</b>	<b>370.37</b>	<b>369.51</b>
<b>2 Expenses</b>					
a) Cost of Materials Consumed	87.75	87.69	83.31	175.44	166.64
b) Purchase of Stocks- In Trade	-	-	-	-	-
c) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	1.12	(8.75)	9.53	(7.64)	29.45
d) Employee Benefits Expenses	10.49	8.83	8.49	19.32	15.72
e) Depreciation and Amortisation Expense	4.50	4.49	4.14	8.99	8.32
f) Power & Fuel	25.75	28.24	26.84	53.99	50.77
g) Excise Duty	22.17	16.61	18.75	38.78	33.02
h) Other Expenses	27.55	31.04	30.57	58.59	59.18
<b>Total Expenses</b>	<b>179.33</b>	<b>168.14</b>	<b>181.63</b>	<b>347.48</b>	<b>363.12</b>
<b>3 Profit/(Loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)</b>	<b>12.36</b>	<b>10.53</b>	<b>4.70</b>	<b>22.89</b>	<b>6.39</b>
<b>4 Other Income</b>	<b>0.76</b>	<b>0.31</b>	<b>0.78</b>	<b>1.07</b>	<b>0.83</b>
<b>5 Profit/(Loss) before finance cost and Exceptional Items (3+4)</b>	<b>13.13</b>	<b>10.84</b>	<b>5.48</b>	<b>23.96</b>	<b>7.23</b>
<b>6 Finance Cost</b>	<b>6.73</b>	<b>6.51</b>	<b>5.08</b>	<b>13.24</b>	<b>10.64</b>
<b>7 Profit/(Loss) before Exceptional Items (5-6)</b>	<b>6.40</b>	<b>4.33</b>	<b>0.39</b>	<b>10.72</b>	<b>(3.41)</b>
<b>8 Exceptional Items</b>	-	-	-	-	0.00
<b>9 Profit/(Loss) before Tax (7-8)</b>	<b>6.40</b>	<b>4.33</b>	<b>0.39</b>	<b>10.72</b>	<b>(3.41)</b>
<b>10 Tax Expense</b>					
-Current Tax	-	-	-	-	-
-Deferred Tax	-	-	-	-	-
<b>11 Net Profit/(Loss) after Tax (9-10)</b>	<b>6.40</b>	<b>4.33</b>	<b>0.39</b>	<b>10.72</b>	<b>(3.41)</b>
<b>12 Extraordinary Items(Net of Expense)</b>	-	-	-	-	-
<b>13 Net Profit/ (Loss) for the Period (11-12)</b>	<b>6.40</b>	<b>4.33</b>	<b>0.39</b>	<b>10.72</b>	<b>(3.41)</b>
<b>14 Other Comprehensive Income</b>	-	-	-	-	-
<b>15 Total Comprehensive Income for the period (13+14) (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>6.40</b>	<b>4.33</b>	<b>0.39</b>	<b>10.72</b>	<b>(3.41)</b>
<b>16 Paid Up Equity Share Capital</b>	<b>18.56</b>	<b>18.56</b>	<b>18.56</b>	<b>18.56</b>	<b>18.56</b>
<b>17 Earnings Per Share (calculated on Profit/ (Loss) for the Period (in Rs.) (not annualized):</b>					
(a) Basic	3.45	2.33	0.21	5.78	(1.84)
(b) Diluted	3.45	2.33	0.21	5.78	(1.84)

**NOTES:**

- The Company operates only in one business segment viz. "Steel" which is the reportable segment in accordance with the requirements of Indian Accounting Standard (IND AS) -108 on Operating Segments issued by the Institute of Chartered Accountants of India.
- The Company is eligible for incentives under the Mega Project Policy of the Punjab State Government for its expansion completed during financial year 2014-15. Though the plant had been commissioned but the benefits have not been considered in the above results as the same is pending for sanction by appropriate authority.
- The Company has adopted Indian Accounting Standards (IndAS) from April 1, 2016 (transition date being April 1, 2015) and accordingly, these financials results have been prepared in accordance with Companies (Indian Accounting Standard) Rules, 2015 as prescribed under section 133 of The Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The format for unaudited quarterly results as prescribed in SEBI circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 05, 2016 and schedule III (Division II) of the Companies Act, 2013 applicable to companies that are required to comply with IndAS.
- Reconciliation of profit as per Previous GAAP vis-a-vis Ind AS for quarter & half year ended 30th September 2015: (In crores)

	Quarter Ended 30th Sep, 2015	Half Year Ended 30th Sep' 2015
Net Profit as per Previous GAAP	(0.95)	(4.80)
<b>IndAS Adjustments</b>		
Impact of measuring derivative financial instruments at fair value	0.94	1.35
Impact of measuring Investments at fair value through profit and loss	0.21	(0.15)
Other adjustments	0.19	0.19
Tax adjustment	-	-
<b>Net profit as per IndAS</b>	<b>0.39</b>	<b>(3.41)</b>

6. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.

7. These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on 12-11-2016. Limited Review of these results has been carried out by the Auditors. The Ind AS compliant Financial Result, pertaining to quarter and Half Year ended Sep'15 has not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial result provide a true and fair view of its affairs.

For Vardhman Special Steels Limited

*Sheeli J*

## Statement of Assets &amp; Liabilities as on 30.09.2016

Rs. In Crores

Particulars	As at 30.09.2016 Unaudited
<b>A ASSETS</b>	
<b>1 Non-current assets</b>	
(a) Property, Plant and Equipment	241.71
(b) Capital work-in-progress	11.79
(c) Other Intangible assets	0.30
(d) Other non-current assets	18.39
<b>Sub-total-Non Current Assets</b>	<b>272.18</b>
<b>2 Current assets</b>	
(a) Inventories	111.82
(b) Financial Assets	
(i) Investments	20.02
(ii) Trade receivables	181.64
(iii) Cash and cash equivalents	17.79
(iv) Bank balances other than (iii) above	0.01
(v) Loans	1.46
(vi) Others ( to be specified)	-
(c) Other current assets	22.22
<b>Sub-total-Current Assets</b>	<b>354.97</b>
<b>TOTAL -ASSETS</b>	<b>627.15</b>
<b>B EQUITY AND LIABILITIES</b>	
<b>1 Equity</b>	
(a) Equity Share capital	18.55
(b) Other Equity	171.34
<b>Sub-total-Shareholders funds</b>	<b>189.89</b>
<b>2 LIABILITIES</b>	
<b>Non-current liabilities</b>	
(a) Financial Liabilities	
(i) Borrowings	149.45
(b) Provisions	0.64
(c) Other non-current liabilities	0.11
<b>Sub-total-Non current liabilities</b>	<b>150.19</b>
<b>3 Current liabilities</b>	
(a) Financial Liabilities	
(i) Borrowings	143.98
(ii) Trade payables	48.08
(iii) Other financial liabilities	87.74
(b) Other current liabilities	6.59
(c) Provisions	0.68
<b>Sub-total-Current Liabilities</b>	<b>287.08</b>
<b>TOTAL -EQUITY AND LIABILITIES</b>	<b>627.15</b>



To  
The Board of Directors  
Vardhman Special Steels Limited

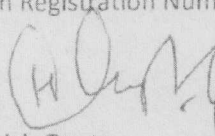
**LIMITED REVIEW REPORT ON UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED  
30TH SEPTEMBER, 2016 OF VARDHMAN SPECIAL STEELS LIMITED**

We have reviewed the accompanying statement of Un-audited Financial Results of Vardhman Special Steels Limited ('the Company') for the quarter and Half year ended September 30, 2016 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of un-audited financial results prepared in all material respects in accordance with applicable Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular number CIR/CFD/FAC/62/2016 dated July 5, 2016 of SEBI including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.S. Kothari Mehta & Company  
Chartered Accountants  
Firm Registration Number: 022150N

  
Harish Gupta  
Partner

Membership Number: 098335



Place: Gurgaon  
Date: November 12, 2016