



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. VSSLL:SCY:JULY:2016-17

Dated: 30.07.2016

The Deputy General Manager,
Corporate Relationship Deptt,
Bombay Stock Exchange Limited,
1st 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 ended 30th June, 2016 together with Limited Review Report as approved by Board of Directors in its meeting held on 30th July, 2016.

The meeting of the Board of Directors commenced at 11:30 a.m. and concluded at 02:30 p.m.

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 TANEJA)
Company Secretary

VARDHMAN SPECIAL STEELS LIMITED
 Regd. Office Vardhman Premises, Chandigarh Road, Ludhiana-141010
 Corporate Identity Number (CIN): L27100PB2010PLC033930, PAN: AADCY4812B
 Website: www.vardhmansteel.com Email: secretarial.lud@vardhman.com
 Unaudited Financial Results for the Quarter ended 30th June, 2016



Particulars	(Rs. In Crores)	
	Quarter Ended 30th June, 2016 Unaudited	Quarter Ended 30th June, 2015 Unaudited
1 Income From Operations		
a) Income From Operations	178.35	182.76
b) Other Operating Income	1.27	0.43
Total Income from operations (Net)	179.62	183.19
2 Expenses		
a) Cost of Materials Consumed	87.69	83.33
b) Purchase of Stocks- In Trade	-	-
c) Change in Inventories of Finished Goods, works-in progress and stock-in-trade	(8.75)	19.92
d) Employee Benefits Expenses	8.83	7.23
e) Depreciation and Amortisation Expense	4.49	4.18
f) Power & Fuel	28.24	23.93
g) Other Expenses	46.73	40.98
Total Expenses	167.23	179.58
3 Profit/(Loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	12.40	3.61
4 Other Income	0.31	0.05
5 Profit/(Loss) before finance cost and Exceptional Items (3+4)	12.70	3.66
6 Finance Cost	6.51	5.56
7 Profit/(Loss) before Exceptional Items (5-6)	6.19	(1.90)
8 Exceptional Items (refer note-2)	1.87	1.90
9 Profit/(Loss) before Tax (7-8)	4.33	(3.80)
10 Tax Expense		
-Current Tax	-	-
-Deferred Tax	-	-
11 Net Profit/(Loss) after Tax (9-10)	4.33	(3.80)
12 Extraordinary Items(Net of Expense)	-	-
13 Net Profit/ (Loss) for the Period (11-12)	4.33	(3.80)
14 Other Comprehensive Income	-	-

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 ended 30th June, 2016			
15	Total Comprehensive Income for the period ('13+14) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	4.33	(3.80)
16	Earnings Per Share (calculated on Profit/ (Loss) for the Period (in Rs.) (not annualized):		
	(a) Basic	2.33	(2.05)
	(b) Diluted	2.33	(2.05)

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.
- Exceptional items comprises forex gain/loss related to External Commercial borrowings (ECB).
- 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.

6. Reconciliation of profit as per Previous GAAP vis-a-vis Ind AS for quarter ended 30th June 2015:

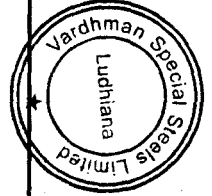
Net Profit as per Previous GAAP	(Rs. in Crores)	(3.85)
IndAS Adjustments		
Impact of measuring derivative financial instruments at fair value		0.41
Impact of measuring investments at fair value through profit and loss		(0.36)
Other adjustments		0.00
Tax adjustment		
Net profit as per IndAS		(3.80)

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

8. The Board of Directors has approved the above results in its meeting held on 30.07.2016, which have been reviewed by

Sachit Jain

Place: New Delhi
 Date : 30-07-2016
Sachit Jain
 Managing Director

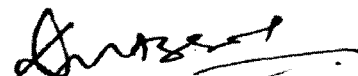


LIMITED REVIEW REPORT

The Board of Directors,
Vardhman Special Steels Limited,
Ludhiana.

1. We have reviewed the accompanying statement of unaudited financial results of Vardhman Special Steel Limited for the quarter ended 30th June, 2016 (the "Statement") The Statement of Quarterly financial results has been prepared from interim financial statements which are 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.
2. 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Ind-AS compliant financial results for the corresponding quarter ended June 30, 2015, included in the accompanying statement of unaudited financial results have been prepared by the management and as permitted by SEBI vide its circular dated July 05, 2016, have not been reviewed by us.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards (Ind-AS) and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in the terms 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 05, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.S. Kothari Mehta & Co.
Chartered Accountants
(Firm Registration No.022150N)



(CA Dinesh K. Abrol)
Partner
Membership No. 87899

Place: New Delhi
Dated: 30th July, 2016