



# Vardhman

## VARDHMAN SPECIAL STEELS LIMITED

Delivering Excellence. Since 1965.

CHANDIGARH ROAD  
LUDHIANA-141010, PUNJAB  
T: +91-161-2228943-48  
F: +91-161-2601048, 2222616, 2601040  
E: secretarial.lud@vardhman.com

Ref. VSSL:SCY:FEB:2017-18

Dated: 03.02.2018

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, <b>MUMBAI-400001.</b> Scrip Code: 534392	The National Stock Exchange of India Ltd, "Exchange Plaza, Bandra-Kurla Complex, Bandra (East), <b>MUMBAI-400 051</b>  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/ nine-months ended 31<sup>st</sup> December, 2017 together with Limited Review Report as approved by Board of Directors in its meeting held on 3<sup>rd</sup> February, 2018.

The meeting of the Board of Directors commenced at 11:30 a.m. and concluded at 1:40 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

  
(SACHIT JAIN)  
Vice-Chairman & Managing Director

YARNS | FABRICS | THREADS | GARMENTS | FIBRES | **STEELS**

**VARDHMAN SPECIAL STEELS LIMITED**

Regd. Office Vardhman Premises, Chandigarh Road, Ludhiana-141010

Corporate Identity Number (CIN): L27100PB2010PLC033930, PAN: AACDV4812B

Website: www.vardhmansteel.com Email: secretarial.lud@vardhman.com

Unaudited Financial Results for the Quarter & Nine Month Ended Dec' 31, 2017

(Rs. In Crores)

Sr. No.	Particulars	Quarter Ended			Nine Month Ended		Year Ended
		Dec 31, 2017	Sept 30, 2017	Dec 31, 2016	Dec 31, 2017	Dec 31, 2016	March 31, 2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income From Operations</b>						
	Income From Operations (See Note 6)	218.42	207.06	192.14	646.53	561.89	753.13
	Other income	0.98	1.34	0.32	3.81	0.94	5.64
	<b>Total Income from operations</b>	<b>219.40</b>	<b>208.40</b>	<b>192.46</b>	<b>650.34</b>	<b>562.83</b>	<b>758.77</b>
2	<b>Expenses</b>						
	a) Cost of Materials Consumed	123.61	112.34	91.58	341.27	267.02	364.22
	b) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	(9.25)	1.11	2.69	1.22	(4.94)	(11.65)
	c) Employee Benefits Expenses	11.82	11.84	9.76	34.53	29.09	39.80
	d) Depreciation and Amortisation Expense	5.71	4.86	4.55	15.20	13.54	18.07
	e) Power & Fuel	34.57	34.62	25.17	99.82	79.16	109.48
	f) Excise Duty	0.00	0.00	20.01	18.93	58.79	79.32
	g) Finance Cost	4.63	5.17	6.77	15.52	20.01	28.28
	h) Other Expenses	38.77	32.63	28.23	106.03	85.75	112.11
	<b>Total Expenses</b>	<b>209.86</b>	<b>202.57</b>	<b>188.76</b>	<b>632.52</b>	<b>548.42</b>	<b>739.63</b>
3	Profit/(Loss) before Tax (1-2)	<b>9.54</b>	<b>5.83</b>	<b>3.70</b>	<b>17.82</b>	<b>14.41</b>	<b>19.14</b>
4	Tax (Expense) / Income	-	-	-	-	-	-
5	Net Profit/(Loss) after Tax (3+4)	<b>9.54</b>	<b>5.83</b>	<b>3.70</b>	<b>17.82</b>	<b>14.41</b>	<b>19.14</b>
6	Other Comprehensive income / (Loss)	-	-	-	-	-	(0.23)
7	<b>Total Comprehensive income (5+6)</b>	<b>9.54</b>	<b>5.83</b>	<b>3.70</b>	<b>17.82</b>	<b>14.41</b>	<b>18.91</b>
8	Paid-up Equity Capital (Face Value Rs. 10/- per share)	32.13	32.13	18.56	32.13	18.56	18.56
9	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year						179.53
10	Earnings Per Share (in Rs.) (not annualized):						
	(a) Basic	2.97	1.82	1.99	5.93*	7.77	10.31
	(b) Diluted	2.97	1.82	1.99	5.93*	7.77	10.31

\* Calculated on pro-rata basis

*Seehit Ja -*

**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 &amp; Nine Month Ended Dec' 31, 2017

**NOTES:**

1. The Company operates only in one business segment viz. "Steel" which is the reportable segment in accordance with the requirements of Indian Accounting Standard (IndAS) -108 on operating Segments as prescribed under the Companies (Indian Accounting Standard) Rules, 2015 as prescribed under section 133 of The Companies Act, 2013.

2. The Company is eligible for incentives under the Mega Project Policy of the Punjab State Government for its expansions completed up to 31.03.2016. Though the plant has been commissioned but the benefits have not been considered in the above results as the same is pending for sanction by appropriate authority.

3. The company has adopted Indian Accounting Standards (IndAS) from April 1, 2016 (transition date being April 1, 2015) and accordingly, these financial 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.

4. During the first quarter of F.Y. 2017-18, the Company has issued 1,35,70,000 equity shares at Rs. 50/- per share on right basis to existing shareholders and to its employees under employees reservation aggregating to Rs. 67.85 Crore. Consequent upon the allotment of these shares, the total paid up equity share capital of the company is increased from Rs. 18.56 Crore to Rs. 32.13 Crore.

5. Proceeds from the rights issue have been utilised up to Dec 31, 2017 in the following manner:

Particulars	Amount (Rs. In Crore)
Repayment of two installments of ECB	30.25
Working Capital	20.00
General Corporate Purposes *	16.80
Issue related Expense	0.75
<b>Total</b>	<b>67.80</b>

\* Utilised for pre-payment of one installment of ECB.

6. Consequent to the introduction of Goods and Service Tax (GST) with effect from July 1, 2017, Central Excise, Value Added Tax (VAT) etc. have been subsumed into GST. In Accordance with Indian Accounting Standards-18 on Revenue and Schedule-II of Companies Act, 2013, unlike Excise Duties, levies like GST, Vat etc. are not part of revenue. Accordingly the gross sales figures for the quarter ended Sep 30, 2017 & Dec 31, 2017 and Nine Month ended December 31, 2017 are not comparable with the previous period presented in the results.

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

8. These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 3, 2018. Limited review of these results has been carried out by the Statutory Auditors.

For Vardhman Special Steels Limited

  
Sachit Jain

Vice Chairman &amp; Managing Director

Place: Gurugram

Date : February 3, 2018

**To**  
**The Board of Directors**  
**VARDHMAN SPECIAL STEELS LIMITED**

**LIMITED REVIEW REPORT ON UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED DECEMBER 31, 2017 OF VARDHMAN SPECIAL STEELS LIMITED**

1. We have reviewed the accompanying statement of Un-audited Financial Results of **Vardhman Special Steels Limited** ("the company") for the quarter and nine month ended December 31, 2017 ("the Statement"), being submitted by the Company pursuant to requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (the "Listing 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.
2. We conducted our review 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 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. 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 accordance with applicable Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 No. 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: 098336

Place: Gurgram

Date: 03/02/2018