



Vardhman

Delivering Excellence. Since 1965.

VARDHMAN SPECIAL STEELS LIMITED

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Ref. VSSL:SCY:OCT:2018-19

Dated: 03.11.2018

The Deputy General Manager, Corporate Relationship Deptt, Bombay Stock Exchange Limited, 1 st 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
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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 30th September, 2018 together with Limited Review Report as approved by Board of Directors in its meeting held on 3rd November, 2018.

The meeting of the Board of Directors commenced at 11.00 a.m. and concluded at 2:30p.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

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

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

Statement of Unaudited Financial Results for the quarter and half year ended 30 September 2018

(Rs. in crores)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)
1	Revenue from operations	295.49	269.50	207.06	564.99	428.11	877.89
2	Other income	1.23	1.78	1.34	3.01	2.83	6.10
3	Total Income (1+2)	296.72	271.28	208.40	568.00	430.94	883.99
4	Expenses:						
	a) Cost of materials consumed	183.15	169.83	112.34	352.98	217.66	488.90
	b) Purchase of stock in trade	14.65	-	-	14.65	-	-
	c) Changes in inventories of finished goods, works -in progress and stock -in- trade	(15.68)	(13.64)	1.11	(29.32)	10.47	(19.22)
	d) Excise duty on sales	-	-	-	-	18.93	18.93
	e) Employee benefits expense	13.44	12.73	11.84	26.17	22.71	46.73
	f) Finance costs	5.64	4.88	5.17	10.52	10.89	21.43
	g) Depreciation and amortisation expenses	5.98	5.66	4.86	11.64	9.49	21.51
	h) Other expenses						
	- Power & fuel	35.01	33.31	34.62	68.32	65.25	127.81
	- Others	49.60	49.43	32.63	99.03	67.26	152.81
	Total expenses	291.79	262.20	202.57	553.99	422.66	858.90
5	Profit before tax (3-4)	4.93	9.08	5.83	14.01	8.28	25.09
6	Tax expenses/(income)	(2.14)	-	-	(2.14)	-	0.06
7	Net profit after tax (5-6)	7.07	9.08	5.83	16.15	8.28	25.03
8	Other comprehensive income/(Loss)						
	(A) (i) Item that will not be reclassified to profit or loss	(0.18)	-	-	(0.18)	-	(0.30)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.07	-	-	0.07	-	-
	(B) (i) Item that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
9	Total comprehensive income for the period (7+8)	6.96	9.08	5.83	16.04	8.28	24.73
10	Earnings per equity share (in Rs.) (not annualised):						
	(a) Basic	1.98	2.54	1.82	4.52	2.85	7.91
	(b) Diluted	1.97	2.54	1.82	4.51	2.85	7.88
11	Paid-up equity capital (Face Value Rs. 10/- per share)	35.70	35.70	32.13	35.70	32.13	35.70
12	Reserve (excluding revaluation reserves)						303.62
	See accompanying notes to the unaudited financial results						

53

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

Statement of Assets and Liabilities

(Rs. in crores)

Particulars	As at 30 September 2018 (Unaudited)	As at 31 March 2018 (Audited)
I. ASSETS		
Non-current assets		
(a) Property, plant and equipment	281.15	249.27
(b) Capital work-in-progress	15.37	6.99
(c) Intangible assets	0.36	0.29
(d) Financial assets		
-Loans	0.88	1.42
(e) Deferred tax assets (net)	2.20	-
(f) Other non-current assets	16.30	20.86
Total non-current assets	316.26	278.83
Current assets		
(a) Inventories	200.81	158.60
(b) Financial assets		
-Investments	0.01	8.16
-Trade receivables	203.26	194.55
-Cash and cash equivalents	0.20	7.49
-Other bank balances	0.04	-
-Loans	1.15	1.02
-Other financial assets	4.17	5.92
(c) Current tax assets (net)	-	0.36
(d) Other current assets	44.44	21.72
Total current assets	454.08	397.82
TOTAL ASSETS	770.34	676.65
II. EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	35.70	35.70
(b) Other equity	319.65	303.62
Total equity	355.35	339.32
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
- Borrowings	141.74	101.46
- Other financial liabilities	0.05	-
(b) Provisions	0.96	0.85
(c) Other non-current liabilities	-	0.02
Total non-current liabilities	142.75	102.33
Current liabilities		
(a) Financial Liabilities		
-Borrowings	127.30	118.50
-Trade payables	109.15	60.61
-Other financial liabilities	33.04	52.25
(b) Other current liabilities	2.10	3.02
(c) Provisions	0.49	0.62
(d) Current tax liabilities (net)	0.16	-
Total current liabilities	272.24	235.00
Total liabilities	414.99	337.33
TOTAL EQUITY AND LIABILITIES	770.34	676.65

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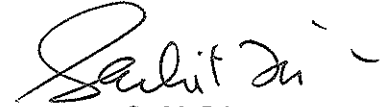
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Statement of Unaudited Financial Results for the quarter and half year ended 30 September 2018

Notes:

- 1 The above Unaudited Financial Results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 3 November 2018 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE and NSE. For more details, visit the Investor section of our website at www.vardhmansteel.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
- 2 The Company is engaged in the single operating segment "Steel".
- 3 Revenue from operations for the half year ended 30 September 2018 is not comparable with corresponding previous period since the same is net of Goods and Service Tax ("GST") whereas excise duty form part of revenue till 30 June 2017.
- 4 The Company is eligible for incentives under the Mega Project Policy of the Punjab State Government for its expansions completed up to March 31, 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.
- 5 Effective 01 April 2018, the Company adopted Ind AS 115 "Revenue from Contracts with Customers" using the cumulative effect method which is applied to contracts that were not completed as of 01 April 2018. Accordingly, the comparatives have not been retrospectively adjusted. There is no effect on adoption of Ind AS 115 on the financial results.

For Vardhman Special Steels Limited



Sachit Jain

Vice Chairman & Managing Director

Place: Gurugram, Haryana

Date : 3 November 2018

B S R & Co. LLP

Chartered Accountants

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DLF Cyber City, Phase - II
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Limited review report on the Statement of Unaudited Quarterly Financial Results and Year-To-Date Results of Vardhman Special Steels Limited pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of Vardhman Special Steels Limited

1. We have reviewed the accompanying statement of unaudited financial results ('the financial results') of **Vardhman Special Steels Limited** ('the Company') for the quarter ended 30 September 2018 and the year-to-date results for the period from 1 April 2018 to 30 September 2018 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').
2. These financial results are the responsibility of the Company's Management and has been approved by the Board of Directors on 3 November 2018. Our responsibility is to issue a report on these financial results based on our review.
3. 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* specified under section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results 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.
4. The financial results for the quarter ended 30 June 2018, year ended 31 March 2018 and quarter and half year ended 30 September 2017 included in these financial results were reviewed/audited by the predecessor auditor of the Company, whose report dated 11 August 2018, 27 April 2018 and 4 November 2017 respectively expressed unmodified opinions, and have been furnished to us and have been relied upon by us for the purpose of our review of these financial results. Our conclusion is not modified in respect of these matter.

B S R & Co. LLP

5. 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 i.e. Ind AS prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP

Chartered Accountants

ICAI Firm Registration No.: 101248W/W-100022



Pravin Tulsyan

Partner

Membership No.: 108044

Place: Gurugram, Haryana

Date: 03 November 2018