

KALYANI STEELS

CIN-L27104MH1973PLC016350

KSL:SEC:

8th February, 2019

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai – 400 001
Scrip Code : 500235

National Stock Exchange of India Limited

Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
Mumbai – 400 051
Scrip Symbol : KSL

Dear Sir,

Sub. : Statement of Standalone Unaudited Financial Results for
the quarter and nine months ended 31st December, 2018

Please find enclosed herewith a Statement of Standalone Unaudited Financial Results for the quarter and nine months ended 31st December, 2018, duly approved and taken on record by the Board of Directors of the Company at their meeting held today i.e. on 8th February, 2019.

The "Limited Review Report" issued by M/s. P.G. Bhagwat, Chartered Accountants, Pune, Statutory Auditors of the Company, with respect to the said results is also attached.

The Board Meeting commenced at 11.30 A.M. and concluded at 12.55 noon.

Kindly take the aforesaid submissions on record.

Thanking you,

Yours faithfully,
For KALYANI STEELS LIMITED



MRS.D.R. PURANIK
COMPANY SECRETARY
E-mail : puranik@kalyanisteels.com



Encl. : as above



KALYANI
GROUP COMPANY

KALYANI STEELS LIMITED, CORPORATE BUILDING, 2ND FLOOR, MUNDHWA, PUNE 411036, INDIA.
PHONE : +91 20 66215000 FAX : +91 20 26821124

**KALYANI****KALYANI STEELS LIMITED**

CIN : L27104MH1973PLC016350

Regd. Office : Mundhwa, Pune 411 036.

Phone : 020 66215000 , Fax : 020 26821124

Website : www.kalyanisteels.com, E-mail - investor@kalyanisteels.com

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2018**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Nine months ended		Year ended
		December 31, 2018 Unaudited	September 30, 2018 Unaudited	December 31, 2017 Unaudited	December 31, 2018 Unaudited	December 31, 2017 Unaudited	March 31, 2018 Audited
1	Revenue from Operations (See Note 3)	3,740.38	3,860.07	3,374.60	10,846.00	10,307.92	13,870.15
2	Other Income (See Note 4)	123.24	(54.07)	75.60	42.81	130.29	171.98
3	Total Income (1+2)	3,863.62	3,806.00	3,450.20	10,888.81	10,438.21	14,042.13
4	Expenses						
	(a) Cost of Materials Consumed	2,286.55	2,155.36	1,872.17	6,306.17	5,069.91	6,799.38
	(b) Purchases of stock-in-trade	27.86	-	43.35	30.08	448.61	654.55
	(c) Manufacturing Expense (See Note 5)	787.17	783.68	661.91	2,244.34	1,829.48	2,462.22
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(116.50)	35.32	(10.38)	(206.23)	108.85	203.44
	(e) Excise duty on sales (See Note 3)	-	-	-	-	428.57	428.57
	(f) Employee benefit expense	136.22	133.04	123.01	405.94	378.36	507.60
	(g) Finance Costs	16.06	15.02	15.71	42.91	56.19	86.37
	(h) Depreciation and amortisation expense	95.67	96.53	91.94	280.73	276.29	372.22
	(i) Other Expenses	189.83	155.03	191.91	486.69	560.89	781.83
	Total Expenses	3,422.86	3,373.98	2,989.62	9,590.63	9,157.15	12,296.18
5	Profit before exceptional items (3 - 4)	440.76	432.02	460.58	1,298.18	1,281.06	1,745.95
6	Exceptional Items (See Note 6)	63.14	-	-	63.14	-	-
7	Profit before tax (5 - 6)	503.90	432.02	460.58	1,361.32	1,281.06	1,745.95
8	Tax Expenses						
	Current Tax	170.00	156.00	150.00	478.50	445.00	610.63
	Deferred Tax	(12.15)	(9.44)	2.58	(29.08)	(12.98)	(13.50)
	Total Tax Expenses	157.85	146.56	152.58	449.42	432.02	597.13
9	Profit after tax (7 - 8)	346.05	285.46	308.00	911.90	849.04	1,148.82
10	Other Comprehensive Income, net of tax						
	A. Items that will not be reclassified to profit or loss	(0.25)	(0.25)	(1.57)	(0.75)	(4.71)	(56.61)
	B. Items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income, net of tax	(0.25)	(0.25)	(1.57)	(0.75)	(4.71)	(56.61)
11	Total Comprehensive Income (9+10)	345.80	285.21	306.43	911.15	844.33	1,092.21
12	Paid-up Equity Share Capital (excluding amount received on Forfeited Shares) (Face value ₹.5/-each, PY ₹. 5/- each)	218.64	218.64	218.64	218.64	218.64	218.64
13	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	7.93	6.54	7.06	20.89	19.45	26.32

Notes to the Financial Results:

- The above results have been reviewed by the Audit Committee, approved by the Board of Directors of the Company at its meeting held on February 8, 2019. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended December 31, 2018.
- The above results include the Company's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- Goods and Services tax (GST) has been effective from July 1, 2017. Consequently excise duty, value added tax (VAT), service tax etc. have been replaced with GST. Until June 30, 2017, Sale of products' included the amount of excise duty recovered on sales. With effect from July 1, 2017, 'Sale of products' excludes the amount of GST recovered. Accordingly, 'Revenue from operations' for the year ended March 31, 2018, quarter and nine months ended December 31, 2018 are not comparable with those of the previous year / period.
- Other income forming part of financial results for the quarter ended December 31, 2018 includes foreign exchange gain, (net) of ₹ 101.89 million (quarter ended September 30, 2018 loss, (net) of ₹ 70.84 million and quarter ended December 31, 2017 gain, (net) of ₹ 52.11 million respectively) and nine months ended December 31, 2018 includes foreign exchange loss, (net) ₹ 9.63 million (nine months ended December 31, 2017 gain, (net) of ₹ 62.07 million), (foreign exchange gain, (net) of ₹ 27.94 million for the year ended March 31, 2018).
- Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- Exceptional item for the quarter and the nine months ended December 31, 2018 represents income of ₹ 63.14 million as a compensation in respect of land acquisition for widening of NH 63 in Koppal District, Ginigera village, Karnataka.
- The Company manufactures Forging and Engineering quality carbon and alloy steels which is a single segment in accordance with Ind AS 108 - "Operating segment" notified pursuant to Companies (Indian Accounting Standards) Rules, 2015.
- The financial statement has been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act), as applicable and guidelines issued by the Securities and Exchange Board of India (SEBI).
- Previous quarter / nine months / year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.

For KALYANI STEELS LIMITED

R.K. Goyal
Managing DirectorDate : February 8, 2019
Place : Pune

The Board of Directors
Kalyani Steels Limited
Mundhwa, Pune – 411036
Limited Review Report

We have reviewed the accompanying statement of unaudited quarterly standalone financial results of **Kalyani Steels Limited** (the "Company") for the quarter and nine months ended 31 December 2018 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 CIR/CFD/FAC/62/2016 dated 5 July 2016 which includes one Joint Operation Company on proportionate basis. (Hereinafter referred to as the "Statement")

This statement which is the responsibility of the Company's management and approved by the board of directors has been prepared in accordance with Indian Accounting Standard ("Ind AS") 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 this statement 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 statement is 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 unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in the applicable Ind AS prescribed 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 SEBI circular no. CIR/CFD/FAC/62/2016 dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

Other matter

We did not review the financial results of one joint operation included in the statement on proportionate basis, which constitute total assets of Rs. 303.78 million and net assets of Rs. (5.03) million as at 31 December 2018, total revenue of Rs. Nil, and net loss of Rs. 0.01 million for the quarter ended 31 December 2018 and net loss of Rs. 0.08 million for the nine months ended 31 December 2018. These financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our opinion on the statement the extent they have been derived from such financial results is based solely on the report of other auditor.

Our conclusion is not qualified in respect of this matter.

For M/s P.G Bhagwat,
Chartered Accountants,
Firm's Registration Number: 101118W



Pritam Prajapati
Partner
Membership No. 135734
Place: Pune
Date: 08 February 2019