

KALYANI STEELS

KSL:SEC:

CIN-L27104MH1973PLC016350

October 22, 2018

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 half year ended 30th September, 2018

Please find enclosed herewith a Statement of Standalone Unaudited Financial Results for the quarter and half year ended 30th September, 2018, duly approved and taken on record by the Board of Directors of the Company at their meeting held today i.e. on October 22, 2018.

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 AM and concluded at 12.50 P.M.

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

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 HALF YEAR ENDED SEPTEMBER 30, 2018**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year ended
		September 30, 2018 Unaudited	June 30, 2018 Unaudited	September 30, 2017 Unaudited	September 30, 2018 Unaudited	September 30, 2017 Unaudited	March 31, 2018 Audited
1	Revenue from Operations (See Note 5)	3,860.07	3,245.55	3,151.11	7,105.62	6,933.32	13,870.15
2	Other Income	16.76	14.31	18.40	31.07	54.70	171.98
3	Total Income (1+2)	3,876.83	3,259.86	3,169.51	7,136.69	6,988.02	14,042.13
4	Expenses						
	(a) Cost of Materials Consumed	2,155.36	1,864.26	1,604.42	4,019.62	3,197.73	6,799.38
	(b) Purchases of stock-in-trade	-	2.22	125.00	2.22	405.26	654.55
	(c) Manufacturing Expense	783.68	673.49	606.87	1,457.17	1,167.57	2,462.22
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	35.32	(125.05)	12.85	(89.73)	119.24	203.44
	(e) Excise duty on sales (See Note 5)	-	-	-	-	428.57	428.57
	(f) Employee benefit expense	133.04	136.68	124.00	269.72	255.35	507.60
	(g) Finance Costs	15.02	11.83	20.44	26.85	40.47	86.37
	(h) Depreciation and amortisation expense	96.53	88.53	87.16	185.06	184.35	372.22
	(i) Other Expenses	225.86	182.50	184.82	408.36	368.98	781.83
	Total Expenses	3,444.81	2,834.46	2,765.56	6,279.27	6,167.52	12,296.18
5	Profit before tax (3 - 4)	432.02	425.40	403.95	857.42	820.50	1,745.95
6	Tax Expenses						
	Current Tax	156.00	152.50	142.00	308.50	295.00	610.63
	Deferred Tax	(9.44)	(7.49)	(4.71)	(16.93)	(15.56)	(13.50)
	Total Tax Expenses	146.56	145.01	137.29	291.57	279.44	597.13
7	Profit after tax (5 - 6)	285.46	280.39	266.66	565.85	541.06	1,148.82
8	Other Comprehensive Income, net of tax						
	A. Items that will not be reclassified to profit or loss	(0.25)	(0.25)	(1.57)	(0.50)	(3.14)	(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)	(0.50)	(3.14)	(56.61)
9	Total Comprehensive Income (7+8)	285.21	280.14	265.09	565.35	537.92	1,092.21
10	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
11	Earnings Per Share : (of ₹ 5/- each) Basic and diluted (not annualised)	6.54	6.42	6.11	12.96	12.39	26.32



Notes to the Financial Results:

1 Standalone Balance Sheet

(₹ in Million)

Sr. No.	Particulars	As at	As at
		September 30, 2018	March 31, 2018
		Unaudited	Audited
A	Assets :		
1	Non Current assets :		
	(a) Property, plant and equipment	4,279.40	4,342.44
	(b) Capital work-in-progress	21.47	47.12
	(c) Intangible assets	26.36	31.08
	(d) Investments in subsidiary and associate	-	-
	(e) Financial assets		
	i) Investments	1,620.89	1,620.22
	ii) Loans	69.14	70.99
	iii) Other financial assets	13.32	13.32
	(f) Deferred tax assets	0.12	0.12
	(g) Current tax assets, (net)	8.55	14.55
	(g) Other non current assets	26.47	32.16
	Sub total - Non-current assets	6,065.72	6,172.00
2	Current assets :		
	(a) Inventories	1,085.91	1,116.68
	(b) Financial assets		
	i) Investments	1,355.58	1,176.24
	ii) Trade receivables	4,137.92	3,772.00
	iii) Cash and cash equivalents	143.58	330.17
	iii) Bank Balances other than (iii) above	6.49	5.10
	iv) Loans	0.56	0.57
	v) Other financial assets	3.92	20.12
	(c) Other current assets	159.68	190.05
	Sub total - Current assets	6,893.64	6,610.93
	Total assets	12,959.36	12,782.93
B	Equity and Liabilities :		
1	Equity :		
	(a) Equity share capital	218.64	218.64
	(b) Other equity		
	i) Reserves and surplus	7,757.08	7,454.86
	ii) Other reserves	173.79	173.79
	Sub total - Equity	8,149.51	7,847.29
2	Liabilities :		
	Non current liabilities :		
	(a) Financial Liabilities :		
	(i) Borrowings	93.77	168.14
	(ii) Other financial liabilities	-	-
	(a) Provisions	37.52	34.50
	(a) Deferred tax liabilities (net)	486.97	504.16
	Sub total - Non-current liabilities	618.26	706.80
	Current Liabilities :		
	(a) Financial Liabilities :		
	(i) Borrowings	-	1,095.73
	(ii) Trade payables	2,951.29	1,850.66
	(iii) Other financial liabilities	491.72	582.00
	(b) Provisions	28.35	21.02
	(b) Other current liabilities	653.84	664.41
	(d) Current tax liabilities (net)	66.39	15.02
	Sub total - current liabilities	4,191.59	4,228.84
	Total - Equity and liabilities	12,959.36	12,782.93



7
RW

- 2 The above results have been reviewed by the Audit Committee, approved by the Board of Directors of the Company at its meeting held on October 22, 2018. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended September 30, 2018
- 3 The above results include the Company's proportionate share of income and expenditure in joint operation, namely Hospet Steels Limited.
- 4 Manufacturing expenses include stores and spares consumed, Job work manufacturing charges, power and fuel, repairs etc.
- 5 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 year ended March 31, 2018, quarter and half year ended September 30, 2018 are not comparable with those of the previous year / period.
- 6 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.
- 7 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).
- 8 Previous quarter / half year / year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.

For KALYANI STEELS LIMITED




R.K. Goyal
Managing Director

Date : October 22, 2018
Place : Pune

M/s P. G. BHAGWAT

CHARTERED ACCOUNTANTS

HEAD OFFICE

Suites 101 - 102, 'Orchard',
Dr. Pai Marg, Baner,
Pune - 411045.

Tel.: 020 - 27290771, 27291772, 27291773
Email : pgb@pgbhagwatca.com
Web : www.pgbhagwatca.com

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 half year ended 30 September 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. 282.70 million and net assets of Rs. -5.02 million as at 30 September 2018, total revenue of Rs. Nil ad net loss is of Rs. 0.07 million for the quarter and half year ended 30 September 2018. This 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 Registration Number: 101118W



Pritam Prajapati
Membership no. 135734
Partner

Date 22 October 2018
Pune