



Vardhman

Delivering Excellence. Since 1965.

VARDHMAN SPECIAL STEELS LIMITED

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Ref. VSSL:SCY:FEB:2023-24

Dated: 03.02.2024

BSE Limited, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, 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: COMPLIANCE OF REGULATION 30 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIRMENTS) REGULATIONS 2015.

Dear Sir,

Pursuant to the provisions of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, please find enclosed herewith Media Release on financial results of the Company for the quarter/ nine months ended 31st December, 2023.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For **VARDHMAN SPECIAL STEELS LIMITED**

(SONAM DHINGRA)
Company Secretary

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

PAN NO.: AADCV4812B CIN: L27100PB2010PLC033930
WWW.VARDHMANSTEEL.COM

Media Release

9M FY24 volumes at 1,42,907 MT

9M FY24 Revenue from Operations at Rs. 1,221.94 Crore, YoY decrease of 6.93%

9M FY24 EBITDA (including other income) at Rs. 114.72 Crore, YoY decrease of 23.73%

9M FY24 PAT at Rs. 58.84 Crore, YoY decrease of 32.19%

3rd February 2024, Ludhiana, Punjab: Vardhman Special Steels Limited (BSE: 534392. NSE: VSSL), Amongst India's leading producers of special steels catering to diverse sectors of automotive, engineering, tractor, bearing & allied industries, has announced its unaudited financial results for the third quarter and nine months ended December 31st, 2023 in the Board meeting held on 2nd February, 2024.

Key Financial Highlights (Rs. Crore): -

Particulars	Q3 FY24	Q3 FY23	Y-o-Y	Q2 FY24	9M FY24	9M FY23	Y-o-Y
Sales Volume (tonnes)	46,437	46,358	0.17%	49,034	1,42,907	1,49,584	(4.46)%
Revenue from Operations	397.40	400.63	(0.81)%	415.19	1,221.94	1,312.95	(6.93)%
EBIDTA*	41.50	49.74	(16.57)%	36.75	114.72	150.41	(23.73)%
PAT	21.81	28.47	(23.39)%	18.46	58.84	86.77	(32.19)%
Basic EPS (Rs.)**	2.68	3.50	(23.43)%	2.27	7.24	10.69	(32.27)%

*including other income; ** Issued Bonus shares in the ratio 1:1, EPS has been adjusted for previous periods accordingly in accordance with Ind AS 33

Performance Highlights: -

For the quarter ended December 31st, 2023:

- The **volumes for the quarter** stood at **46,437 tonnes** as against 46,358 tonnes in Q3 FY23 – YoY increase of **0.17%**.
- **Revenue from Operations stood at Rs. 397.40 crore** in Q3 FY24, as against Rs. 400.63 crore in Q3 FY23, a decrease of **0.81%** Y-o-Y.
- **EBITDA (including other income) for the quarter was Rs. 41.50 crore** as against Rs. 49.74 crore in Q3 FY23, a decrease of **16.57%** mainly due to decrease in revenue, increase in other expenses. In other income of Q3 FY23, there was additional income of GST refund pertaining to Q1 & Q2 of FY23 amounting to Rs. 6.60 crores.
- **EBITDA per Ton** for the quarter was **Rs. 8,937**.



- **Q3 FY24 PAT stood at Rs. 21.81 crore** as against PAT of Rs. 28.47 crore in Q3 FY23, decrease of **23.39%**.
- **EPS for the quarter stood at Rs. 2.68** vs Rs. 3.50 in Q3 FY23.

For nine months ended December 31st, 2023:

- The volumes stood at **1,42,907 tonnes** as against 1,49,584 tonnes in 9M FY23 – YoY decrease of **4.46%**.
- **Revenue from Operations stood at Rs. 1,221.94 crore** in 9M FY24, as against Rs. 1,312.95 crore in 9M FY23, a decrease of **6.93%** Y-o-Y, mainly on account of lower sales volumes.
- **EBITDA (including other income) for 9M FY24 was Rs. 114.72 crore** as against Rs. 150.41 crore in 9M FY23, a decrease of **23.73%** mainly due to decrease in revenue, increase in other expenses and higher job work done from outside due to rolling mill shutdown in the month of July'23 & Dec'23. Apart from this, other income was higher in 9M FY23 as compared to 9M FY24 due to booking of GST refund amounting to Rs 9.41 crores for the period Sep'19 to Mar'20 & FY22.
- **EBITDA per Ton** for 9M FY24 was **Rs. 8,027**.
- **9M FY24 PAT stood at Rs. 58.84 crore** as against PAT of Rs. 86.77 crore in 9M FY23, decrease of **32.19%**.
- **EPS for 9M FY24 stood at Rs. 7.24** vs Rs. 10.69 in 9M FY23.

Management Comment:

Commenting on the result, **Mr Sachit Jain, Vice Chairman & Managing Director, Vardhman Special Steels Ltd.** said,

“During the third quarter of this financial year, our revenue declined marginally by 0.81% and EBITDA declined by 16.57%. The difference in EBITDA is due to accounting of additional Other Income in Q3 FY23 towards GST Refund amounting to Rs. 6.60 crores pertaining to Q1 and Q2 of FY23.

Our EBITDA per ton for the quarter stood at Rs. 8,937, falling within our stated range of Rs. 7,000 - 10,000 despite planned shutdown of rolling mill that lasted for 13 days and some inventory valuation losses on account of decrease in raw material prices. The depreciation for the quarter increased on account of the planned Capex undertaken during the time. While this may affect our short-term financials, we believe these investments are essential for long-term growth.

As we move forward, we remain committed to optimizing our operations and enhancing efficiencies. I want to extend my thanks to our committed team, partners, and stakeholders. We are committed to maintaining the momentum of our efforts and hard work, staying aligned with our set goals and targets. Thank you for your continued support and trust in Vardhman Special Steels Ltd.”



About Vardhman Special Steels Limited:

Incorporated in May 2010 as a Public Limited Company, Vardhman Special Steels Limited (VSSL) was vested with steel business undertaking of the parent company Vardhman Textiles Limited in 2011, pursuant to Scheme of Arrangement & Demerger.

Headquartered in Ludhiana, Punjab, VSSL is one of India's leading producers of special steels, catering to diverse requirements of Automotive, Engineering, Tractors, Bearings and Allied Industries. The Company also takes care of steel requirements of select customers for forging applications in international markets of Thailand, Taiwan, Turkey, Italy, Russia, Germany, Vietnam and Japan.

The Company's manufacturing facilities incorporate the latest cutting-edge manufacturing technology, ensuring highest levels of quality and compliance. VSSL's varied product suite comprises of billets, steel bars and rods and bright bars of various categories of special and alloy steels.

Leveraging on state-of-the-art manufacturing facilities and vast experience in the domain, the Company has developed long term relationships with reputed and renowned customers globally, which include corporations such as Toyota, Maruti, Hyundai, Hero Moto Corp, Caterpillar, Hino Motors and Bajaj, among others.

For more details, please visit: www.vardhmansteel.com

For any Investor Relations query, please contact:

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Caution Concerning Forward- Looking Statements:

This document includes certain forward-looking statements. These statements are based on management's current expectations or beliefs and are subject to uncertainty and changes in circumstances. Actual results may vary materially from those expressed or implied by the statements herein due to changes in economic, business, competitive, technological and/or regulatory factors. The Company is under no obligation to, and expressly disclaims any such obligation to, update or alter its forward-looking statements, whether as a result of new information, future events, or otherwise.