



Vardhman

VARDHMAN SPECIAL STEELS LIMITED

Delivering Excellence. Since 1965.

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Ref. VSSL:SCY:AUG:2021-22

Dated: 04.08.2021

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: 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 ended 30th June, 2021 together with Limited Review Report as approved by Board of Directors in its meeting held on 4th August, 2021.

The meeting of the Board of Directors commenced at 10:30 a.m. and concluded at 03:10 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

(SONAM TANEJA)
Company Secretary

YARNS | FABRICS | THREADS | GARMENTS | FIBRES | STEELS

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

VARDHMAN SPECIAL STEELS LIMITED

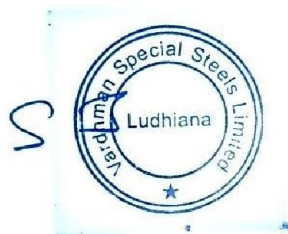
Regd. Office Vardhman Premises, Chandigarh Road, Ludhiana-141010

Corporate Identity Number (CIN): L27100PB2010PLC033930, PAN: AADCV4812B

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

Statement of Unaudited Financial Results for the quarter ended 30 June 2021

		(Rs. in lakhs)			
Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2021 (Unaudited)	31.03.2021 (Audited)	30.06.2020 (Unaudited)	31.03.2021 (Audited)
1	Revenue from operations	33,013.88	33,447.93	6,786.20	93,708.00
2	Other income (also refer to note 1 and 2)	264.09	241.47	176.95	1,296.14
3	Total income (1+2)	33,277.97	33,689.40	6,963.15	95,004.14
4	Expenses:				
	a) Cost of materials consumed	22,728.56	19,407.42	3,877.86	53,741.45
	b) Purchase of stock in trade	29.62	-	-	-
	c) Changes in inventories of finished goods, stock -in- trade and work -in progress	(4,577.19)	(1,328.16)	480.94	(1,224.92)
	d) Employee benefits expense	1,868.46	1,840.06	1,071.04	5,960.88
	e) Finance costs	440.24	480.34	514.16	1,970.72
	f) Depreciation and amortisation expense	661.92	1,000.55	669.11	3,022.94
	g) Other expenses				
	- Power and fuel expense	3,643.39	3,371.73	1,168.95	11,626.48
	- Others	4,214.42	4,930.33	1,132.21	13,268.92
	Total expenses	29,009.42	29,702.27	8,914.27	88,366.47
5	Profit / (loss) before income tax (3-4)	4,268.55	3,987.13	(1,951.12)	6,637.67
6	Tax expense / (income)				
	- Current tax (including tax adjustment relating to prior periods)	749.51	736.21	-	1,191.84
	- Deferred tax	739.31	614.66	(673.53)	1,026.35
7	Net Profit/ (loss) after income tax (5-6)	2,779.73	2,636.26	(1,277.59)	4,419.48
8	Other comprehensive income / (expense)				
	(A) (i) Item that will not be reclassified to profit or loss	16.47	137.75	(25.02)	62.70
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	(13.11)	-	-
	(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 / (loss) for the period (7+8)	2,796.20	2,760.90	(1,302.61)	4,482.18
10	Earnings per equity share (in Rs.) (not annualised):				
	(a) Basic	6.86	6.51	(3.16)	10.94
	(b) Diluted	6.82	6.49	(3.16)	10.93
11	Paid-up equity capital (face value Rs. 10/- per share)	4,050.70	4,050.70	4,039.45	4,050.70
12	Reserves (excluding revaluation reserve)				41,885.63
	See accompanying notes to the unaudited financial results				



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Notes:

- 1 The Company is eligible for incentive of Electricity Duty among other incentives under the Punjab State Government's Fiscal Incentives for Industrial Promotion Policy (R) 2015 for its expansions completed up to 31 March 2016. Further, the Company is also eligible for claiming incentives under the Industrial and Business Development Policy 2017 of the Punjab State Government. Pursuant to the necessary approvals from the competent authorities, the Company has recorded Rs. 72.55 lakhs in the current quarter ended 30 June 2021, Rs. 60.33 lakhs in the preceding quarter ended 31 March 2021, Rs. 3.14 lakhs in the corresponding quarter ended 30 June 2020 and Rs. 373.46 lakhs in the previous year ended 31 March 2021 under the head "Other income" towards incentive of Electricity Duty & Infrastructure Development Cess exemption. Other incentives will be considered post sanction /assessment /approval by appropriate authority.
- 2 Punjab State Power Corporation Limited (PSPCL), vide its Electricity Supply Code and Related Matters Regulations 2014 and circular number 17/2020 dated 18 April 2020, gave a Public Notice offering its consumers of all categories to make advance payment towards their estimated electricity bills up to the extent they can and earn interest @ 1% per month on advance payment. In continuation of its previous year decision of opting this scheme, in the current quarter the Company deposited the advance with electricity department considering Company's consumption levels. Accordingly, the Company has recorded accrued interest income of Rs. 88.13 lakhs in the current quarter ended 30 June 2021, Rs. 51.50 lakhs in the preceding quarter ended 31 March 2021, Rs. 39.70 lakhs in the corresponding quarter ended 30 June 2020 and Rs. 377.90 lakhs in the previous year ended 31 March 2021 under the head "Other income".
- 3 The Company is engaged in the single operating segment "Steel".
- 4 The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these unaudited financial results including but not limited to the recoverability of carrying amounts of financial and non-financial assets, its assessment of liquidity and going concern assumption. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these unaudited financial results, used internal and external sources of information and expects that the carrying amount of these assets will be recovered.

The Company continues to take adequate safety precautions and will continue to closely monitor future economic conditions to ensure business continuity.
- 5 The figures for the last quarter ended 31 March 2021, as reported in these unaudited financial results, are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the relevant financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subject to audit.
- 6 The above unaudited Financial Results as reviewed by the Audit Committee on 03 August 2021 have been approved at the meeting of the Board of Directors held on 04 August 2021 and have been subjected to Limited Review by the Statutory Auditors. The unmodified review report of the Statutory Auditors is being filed with the BSE Limited and the National Stock Exchange of India Limited. For more details, visit the Investor Service section under the Media section of the Company's website at www.vardhmansteel.com and Financial Results at corporate section of www.bseindia.com and www.nseindia.com.

For and on behalf of the Board of Directors of
Vardhman Special Steels Limited


Sachit Jain
Vice Chairman & Managing Director



Date : 4 August 2021
Place: Ludhiana

B S R & Co. LLP

Chartered Accountants

Unit No. A505 (A),
5th Floor, Plot No.178-179A,
Industrial & Business Park,
Phase -1, Chandigarh-160002

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Fax: + 91 172 664 4004

Limited review report on unaudited quarterly financial results under Regulation 33 of the Listing Regulations for Vardhman Special Steels Limited

To
Board of Directors of **Vardhman Special Steels Limited**

1. We have reviewed the accompanying Statement of unaudited financial results of Vardhman Special Steels Limited ("the Company") for the quarter ended 30 June 2021 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.



Principal Office:

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For BSR & Co. LLP

Chartered Accountants

Firm Registration No.: 101248W W-100022



Gaurav Mahajan

Partner

Membership No.: 507857

ICAI UDIN : 21507857AAAABO4644

Place: Chandigarh

Date: 04 August 2021