



JSL/BM-2/2016-17

August 11, 2016

BSE Limited
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Rotunda Building, P J Towers,
Dalal Street, Fort, Mumbai – 400 001
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3719, 2039, 2272 2061
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Security Code No.: 532508

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot no. C/1, G Block
Bandra-Kurla Complex, Bandra(E),
Mumbai-400051
022 -2659 8237, 8238, 8347, 8348
cmlist@nse.co.in

Security Code No. : JSL

Sub.: Outcome of Board Meeting held on August 11, 2016

Dear Sir/Madam,

In compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the unaudited standalone financial results set out in compliance with Indian Accounting Standards (Ind-AS) for the quarter ended 30th June, 2016 together with Limited Review Report thereon is enclosed.

The above financial results have been approved by the Board of Directors at its meeting held today which commenced at 11:30 A.M. and concluded at 5:25 P.M.

You are requested to kindly take the above information on record.

Thanking you,

Yours faithfully,
for Jindal Stainless Limited

(Raajesh Kumar Gupta)
Company Secretary



Jindal Stainless Limited

CIN: L26922HR1980PLC010901

Corporate Office: Jindal Centre, 12, Bhikaiji Cama Place, New Delhi - 110066, India

Registered Office: O.P. Jindal Marg, Hisar - 125005 (Haryana) India

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**UNAUDITED STANDALONE FINANCIAL RESULTS
 FOR THE QUARTER ENDED 30th JUNE, 2016**

S. No.	Particulars	Rs. in Crore, except per share data Unaudited for the Quarter ended	
		30th June, 2016	30th June, 2015
1	Income from Operations:		
	(a) Net Sales / Income from Operations (Net of excise duty)	2,117.41	1,651.62
	(b) Other Operating Income	8.18	0.16
	Total Income from Operations (net) [(a)+(b)]	2,125.59	1,652.08
2	Expenses		
	(a) Cost of Material Consumed	1,092.51	1,131.89
	(b) Purchase of Stock in Trade	137.53	-
	(c) Changes in Inventories of finished goods, work in progress and stock in trade	132.96	(69.92)
	(d) Employee benefits expense	31.05	31.05
	(e) Depreciation and amortisation expense	113.35	102.33
	(f) Stores and Spares consumed	107.82	91.99
	(g) Power & Fuel	161.22	182.72
	(h) Other expenditure	175.99	143.96
	Total Expenses	1,958.16	1,617.02
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	167.13	33.06
4	Other Income	4.21	6.03
5	Profit/(Loss) from Ordinary Activities before finance cost and exceptional items (3+4)	171.34	41.09
6	Finance costs	251.59	245.41
7	Profit/(Loss) from Ordinary Activities after finance cost but before exceptional items (5-6)	(83.25)	(204.32)
8	Exceptional Items - Gain / (Loss) - Refer note no 7	(15.60)	(6.39)
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	(98.85)	(210.71)
10	Tax expense	(34.21)	(72.92)
11	Net profit / (loss) from Ordinary Activities after tax (9-10)	(64.64)	(137.79)
12	Extraordinary items (net of tax)	-	-
13	Net profit / (loss) for the period (11-12)	(64.64)	(137.79)
14	Other Comprehensive Income (net of tax)	-	-
15	Total Comprehensive income for the period (comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax)	(64.64)	(137.79)
16	Paid-up Equity Share Capital (face value of Rs. 2/- each)	46.74	45.28
17	Cumulative Compulsory Convertible Preference Share Capital	-	0.96
18	Share Capital Suspense Account - Refer note no 5(c)	366.19	366.19
19.i	Earning per share (EPS) (before extraordinary items) (of Rs 2/-each)		
	a) - Basic	(2.80)	(6.09)
	b) - Diluted	(2.80)	(6.09)
	(EPS for the quarter not annualised)		
19.ii	Earning per share (EPS) (after extraordinary items) (of Rs 2/-each)		
	a) - Basic	(2.80)	(6.09)
	b) - Diluted	(2.80)	(6.09)
	(EPS for the quarter not annualised)		

Notes:

- The financial results of the company for the quarter ended 30th June, 2016 have been reviewed by the audit committee and approved by the board of directors at their respective meetings held on 11th August, 2016 and the limited review of the same has been carried out by the auditors. The Ind-AS compliant corresponding figures of quarter ended 30th June, 2015 have not been subjected to Limited Review by the Auditors. The company has exercised necessary due diligence to ensure that such financial results provide a true & fair view of its affairs.
- (a) These results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013 and other recognized accounting practices and policies to the extent applicable. Consequently, results for the quarter ended 30th June 2015 have been restated to comply with Ind-AS to make them comparable.
 (b) There is a possibility that these quarterly financial results along with the provisional financial statements as of and for the year ended March 31, 2016 may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.

The format for unaudited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated 30th November 2015 has been modified to comply with requirements of SEBI's circular dated 5th July 2016, Ind-AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind-AS.



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- 4 As at 31st March, 2016, the net worth of the Company had been eroded in view of the accumulated losses of the Company. The Company is taking necessary steps towards enhancement of net worth through better utilization of its production facilities, monetization of certain assets (refer note no. 5) and proposed conversion of Funded Interest Term Loan (FITL) by the Lenders of the Company into Equity Shares / Optionally Convertible Redeemable Preference Shares. Thus, these accounts have been prepared on a going concern basis.
- 5 (a) A Composite Scheme of Arrangement (the 'Scheme') amongst Jindal Stainless Limited (the Company/Transferor Company) and Jindal Stainless (Hisar) Limited (JSHL), Jindal United Steel Limited (JUSL) and Jindal Coke Limited (JCL) under the provision of Sec 391-394 of the Companies Act, 1956 and other applicable provisions of Companies Act, 1956 and/or Companies Act, 2013 was sanctioned by the Hon'ble High Court of Punjab & Haryana, Chandigarh (High Court) pursuant to its Order dated 21st September 2015 (as modified on 12th October, 2015). Section I and Section II of the Scheme became effective on 1st November, 2015, operative from the 'Appointed Date 1' specified in the scheme for section I and II i.e. close of business hours before midnight of March 31, 2014 (the same was given effect to in the revised financial statements for the year ended 31st March 2015) and Section III and Section IV of the Scheme will become effective on receipt of necessary approvals for transfer/grant of the right to use in the land on which the HSM Plant & Coke Oven Plant are located as specified in the Scheme, operative from the 'Appointed Date 2' i.e. close of business hours before midnight of March 31, 2015.

The details of profit & loss as published for the quarter ended 30th June 2015, for comparison purposes, are as follows:

Particulars	(Rs. In Crore)	
	Quarter ended 30th June 2015 (As per Previous GAAP)	
	Reported (Pre Scheme)	Recasted (Post Scheme)
Total Revenue (including other income)	3,228.15	1,666.18
Total expenses	3,316.12	1,866.73
Profit/ (Loss) before taxes	(117.97)	(200.55)
Taxes	-	-
Profit/ (Loss) after tax	(117.97)	(200.55)

(b) The necessary steps and formalities in respect of completion of transfer of properties, licenses, approvals and investments in favour of JSHL and modification of charges etc. are under implementation. Further, transfer of Mining rights in favour of the JSHL is subject to necessary regulatory approvals and compliance of certain conditions as prescribed under the Mines and Minerals (Development and Regulation) Amendment Act, 2016. Accordingly, pending transfer of Mining Rights, the mining activities continue to be carried on by the Company and thus to that extent w.e.f. 1st Nov 2015 associated liabilities, assets (excluding fixed assets), revenue and net profit before tax for the period from 1st November 2015 till 30th June 2016 of Rs. 18.98 Crore (including Rs.9.24 Crore for the current quarter) are recorded in the books of the Company.

(c) As prescribed by the Scheme, the Company was required to issue and allot equity shares to JSHL for an amount not exceeding Rs. 366.19 Crore at a price to be determined in accordance with Chapter VII of SEBI (ICDR) Regulations, 2009. On 3rd July 2016 the company has allotted 16,82,84,309 nos. fully paid up equity shares of Rs. 2 each at Rs. 21.76 per share (including premium of Rs 19.76) against stated amount.

(d) Impact of the above and proposed conversion of FITL into equity shares, being anti-dilutive, has not been considered.

(e) Discontinuing Operations - Section III and Section IV of the Scheme:

Particulars	(Rs. Crore)	
	Quarter ended 30th June 2016	Quarter ended 30th June 2015
Total Revenue (including other income)	418.13	164.02
Total expenses	392.36	182.19
Profit/ (Loss) before taxes	25.77	(19.00)
Tax Expenses	0.00	0.00
Profit/ (Loss) after tax	25.77	(19.00)

- 6 (a) Reconciliation of Net Profit (Post-scheme recasted- read with note no. 5 above) on account of transition from Previous GAAP to IND AS for the quarter ending 30th June 2015 is given below:

Particulars	Amount (Rs. Crore)
Net Profit/ (Loss) under previous GAAP	(200.55)
On Account of Measuring Investments at fair Value through Profit & Loss	(0.01)
On Account of Interest	(0.24)
Reassessment of depreciation on fair valuation and changes in useful life	(9.97)
Others	0.06
Deferred tax adjustment	72.92
Net Impact	62.76
Net Profit/ (Loss) under IND AS	(137.79)

(b) The company has considered fair value for Property i.e. Land, Building and Plant & Machinery situated in India and the impact of Rs.2,165.77 Crore (inclusive of investment property Rs.49.56 Crore) in accordance with stipulations of Ind AS 101 with resulted impact being accounted for in the reserves. Accordingly on re-assessment of lives of assets (as assessed and estimated by the management and a technical valuer), depreciation reflected in the statement of Profit and Loss is higher by Rs. 11.52 Crore and to the extent loss is higher.

- 7 Net foreign exchange gain/loss has been considered by the Company as exceptional in nature.
- 8 As the company's business activity falls within a single primary business segment viz. 'stainless steel', the disclosure requirement of Ind-AS 108 is not applicable.

By Order of the Board of Directors
For Jindal Stainless Limited

S. Bhattacharya
S. Bhattacharya
Whole Time Director

Place: New Delhi
Date: 11th Aug, 2016



Limited Review Report

**To The Board of Directors of
JINDAL STAINLESS LIMITED**

1. We have reviewed the accompanying statement of unaudited quarterly financial results of JINDAL STAINLESS LIMITED ('the Company') for the quarter ended 30th June 2016 ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

Attention is drawn to the fact that the figures for the corresponding quarter ended 30th June 2015 including the reconciliation of net loss for the corresponding quarter under IND AS vis-a-vis under previous GAAP, as reported in these financial results have been approved by the Company's Board of Directors have not been subjected to review.

This statement is the responsibility of the Company's management and has been approved by the Board of Directors of the Company in their meeting held on 11th August, 2016. Our responsibility is to issue a report on the Statement based on our review.

2. 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 The Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance about whether the financial results are free of material misstatement(s). A review is limited primarily to enquiries of the 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.

3. Emphasis of Matters:

We draw attention to the following matters:

- a) Net worth of the company has been eroded as stated in note no. 4 of accompanying financial results. The company continues to prepare its accounts on a going concern basis for the reasons as stated in the said note.
- b) Pending necessary approvals for managerial remuneration for the period covered by this report read with Note no. 49(C)(i) of the audited accounts for the year ended 31st March 2016.
- c) Pending confirmations/reconciliation of balances of certain secured loans (read with Note No. 27), loans & advances, trade receivables, trade payables & other liabilities read with Note no. 32(A)(iii)(f) & 32(B) and 40(A) of the audited accounts for the year ended 31st March 2016.
- d) Investments and loan & advances to certain subsidiary/other companies and Mat Credit entitlement, considered as good and fully realizable/ recoverable and no provision for diminution in value is considered necessary in the opinion of the management as stated in note no. 40(B) of the audited accounts for the year ended 31st March 2016.
- e) The company has made investment of Rs. 8.56 crore (As per Ind AS Rs. 8.47 as on 30th June, 2016) [along with bank guarantee of Rs. 10.01 Crore] and Rs.0.10 Crore in MJSJ Coal Limited and Jindal Synfuels Limited respectively. The company continues to treat the investment as good and recoverable in view of the pending decision challenging the Order and other circumstances mentioned therein;

Transfer of Mining Rights pursuant to the Scheme in favour of JSJL is subject to necessary approvals as stated in Note 27 (2)(e) and 27(3) of the audited accounts for the year ended

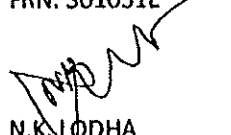


31st March 2016 (read with note no. 5 (b) of accompanying financial results), operations of which the Company is carrying out in trust for JSHL; and pending the same, effect of mining operations carried out by the Company as above and the resultant profit before tax amounting to Rs. 9.24 crore for the current Quarter (till date Rs. 18.98 Crore).

Our opinion is not modified in respect of these matters.

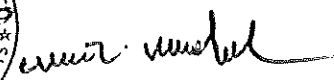
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in all material respects in accordance with the applicable Accounting Standards i.e. Ind AS prescribed u/s 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For LODHA & CO.
Chartered Accountants
FRN: 301051E


N.K. LODHA
Partner
Membership No. 85155
Place: New Delhi
Dated: 11th August 2016



For S.S. KOTHARI MEHTA & CO.
Chartered Accountants
FRN: 000756N


SUNIL WAHAL
Partner
Membership No. 87294

