

KALYANI STEELS

CIN-L27104MH1973PLC016350

KSL:SEC:

February 5, 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 nine months ended 31st December, 2017

Please find enclosed herewith a Statement of Standalone Unaudited Financial Results for the quarter and nine months ended 31st December, 2017, duly approved and taken on record by the Board of Directors of the Company at their meeting held today i.e. on 5th February, 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 A.M. and concluded at 12.45 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 STEELS LIMITED

CIN : L27104MH1973PLC016350

Regd. Office : Mundhwa, Pune 411 036.

Phone : 020 66215000 , Fax : 020 26821124

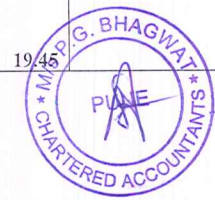
Website : www.kalyanisteels.com, E-mail - investor@kalyanisteels.com

**STATEMENT OF UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2017**

(₹ in Million)

Sr. No.	Particulars	Quarter Ended			Nine Months ended	
		31st December, 2017 Unaudited	30th September, 2017 Unaudited	31st December, 2016 Refer Note-5	31st December, 2017 Unaudited	31st December, 2016 Refer Note-5
1	Revenue from Operations (See Note 7)	3,371.32	3,154.24	3,827.38	10,318.53	10,492.26
2	Other Income	75.60	18.40	10.91	130.29	29.57
3	Total Income (1+2)	3,446.92	3,172.64	3,838.29	10,448.82	10,521.83
4	Expenses					
	(a) Cost of Materials Consumed	1,872.17	1,604.42	1,270.15	5,069.91	3,640.28
	(b) Purchases of stock-in-trade	43.35	125.00	712.58	448.61	930.66
	(c) Manufacturing Expense	614.56	555.90	480.25	1,618.21	1,470.60
	(d) Changes in Inventories of finished goods, work-in-progress and stock-in-trade	(10.38)	20.23	(42.69)	184.96	(102.90)
	(e) Excise duty on sales (See Note 7)	-0.00	0.00	363.84	439.20	1,106.28
	(f) Employee benefit expense	167.09	170.72	186.22	511.53	609.61
	(g) Finance Costs	15.71	20.44	20.57	56.19	77.94
	(h) Depreciation and amortisation expense	91.94	87.16	132.84	276.29	401.62
	(i) Other Expenses	191.90	184.82	192.50	562.86	570.84
	Total Expenses	2,986.34	2,768.69	3,316.26	9,167.76	8,704.93
5	Profit / (Loss) before exceptional items (3 - 4)	460.58	403.95	522.03	1,281.06	1,816.90
6	Exceptional Items	-	-	-	-	-
7	Profit / (Loss) before tax (5 - 6)	460.58	403.95	522.03	1,281.06	1,816.90
8	Tax Expenses					
	Current Tax	150.00	142.00	198.00	445.00	688.00
	Deferred Tax	2.58	(4.71)	(19.10)	(12.98)	(59.16)
	Total Tax Expenses	152.58	137.29	178.90	432.02	628.84
9	Profit / (Loss) after tax (7 - 8)	308.00	266.66	343.13	849.04	1,188.06
10	Other Comprehensive Income, net of tax					
	A. Items that will not be reclassified to profit or loss	(1.57)	(1.57)	(1.57)	(4.71)	(4.71)
	B. Items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income, net of tax	(1.57)	(1.57)	(1.57)	(4.71)	(4.71)
11	Total Comprehensive Income (9+10)	306.43	265.09	341.56	844.33	1,183.35
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
13	Earnings Per Share : (in ₹) Basic and diluted (not annualised)	7.06	6.11	7.86	19.45	27.22

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Notes to the Financial Results:

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on February 05, 2018. The Statutory Auditors of the Company have carried out a "Limited Review" of the results for the quarter ended December 31, 2017

2 First time adoption of IND AS :

The Company adopted Indian Accounting Standards ("IND AS") from April 1,2017 and accordingly, the transition was carried out, from the Accounting Principles generally accepted in India as specified under Section 133 of the Companies Act,2013 read with Rule 7 of the Companies (Accounts) Rules,2014 (previous GAAP), in accordance with IND AS - 101 " First time adoption of Indian Accounting Standards". Accordingly, the impact of transition has been recorded in opening reserves as at April 1,2016 and the periods presented have been restated accordingly.

Reconciliation of net profit after tax reported in accordance with Indian GAAP to total comprehensive income in accordance with IND AS is given below:

(₹ in Million)

Sr No	Particulars	Note No	Quarter ended December 31, 2016	Nine Months ended December 31, 2016
	Net profit after tax as per Previous GAAP (Indian GAAP)		342.68	1,186.71
	Add/Less :			
1	Impact of measuring Investments at fair value through profit or loss (FVTPL)	a	0.18	0.54
2	Discounting of provisions	b	(1.15)	(3.45)
3	Re-measurements of post-employment benefit obligations	c	1.57	4.71
4	Share of loss of joint operation		(0.15)	(0.45)
	Total Ind AS adjustments		0.45	1.35
	Net profit after tax for the period as per Ind AS		343.13	1,188.06
	Other comprehensive income, (net of tax)		(1.57)	(4.71)
	Total comprehensive income for the period		341.56	1,183.35

Notes :

a Fair valuation of Financial Investments :

Under previous GAAP, investments were measured at transaction cost. Under Ind AS these investments have been classified as FVTPL on the date of transition and fair value changes after the date of transition has been recognised in the statement of Profit and Loss.

b Discounting of Non Current Provisions :

Under the previous GAAP, Non Current provisions were accounted at transaction cost. Under Ind AS, if the effect of time value is material, then Non Current provisions are to be measured at discounted values. Accordingly, under Ind AS these Non Current provisions have been discounted to their present value on the date of transition and the impact has been recognised in the statement of Profit and Loss.

c Re-measurements of post-employment benefit obligations :

Under Ind AS, remeasurements i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expenses on the net defined benefit liability, are recognised in other comprehensive income instead of profit or loss. Under the previous GAAP, these remeasurements were forming part of the profit or loss for the year.

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

4 The statement does not include Ind AS compliant results for the previous year ended March 31, 2017 as the same is not mandatory as per SEBI's circular dated July 5, 2016 .

5 The financial information for the quarter and nine months ended December 31, 2016 have been compiled by the management after making necessary adjustments as per Ind-AS to give a true and fair view of the results.

6 There is a possibility that these quarterly and nine months ended Financial Results may require adjustment before constituting the final Ind AS Financial Statements as at and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretation issued by MCA / appropriate authority or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as per permitted under IND AS-101.

7 Post the applicability of Goods and Service Tax (GST) with effect from July 01, 2017, revenue from operations is disclosed net of GST. Accordingly, the revenue from operations and other expenses for the quarter / nine months ended on December 31 , 2017 are not comparable with the previous periods presented in the results.

8 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.

9 Previous quarter 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 : February 05, 2018

Place : Pune

Limited Review Report

To The Board of Directors Kalyani Steels Limited

We have reviewed the accompanying statement of unaudited financial results of **Kalyani Steels Limited** for the period ended 31st December, 2017. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and an analytical procedure 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.

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 accordance with applicable accounting standards 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

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



Sanjay Athavale
Partner
Membership No. 83374



Place : Pune

Date : 5th February, 2018