



Vardhmān SPECIAL STEELS LIMITED

Regd. Office : Vardhman Premises, Chandigarh Road, LUDHIANA - 141 010
PHONES : (0161) 2228943-48 FAX : (0161) 2601048, 2222616

Ref. VSSL:SCY:NOV:2012-2013

Dated: 10.11.2012

The National Stock Exchange of India Ltd,
"Exchange Plaza,
Bandra-Kurla Complex,
Bandra (East),
MUMBAI.

SUB : UNAUDITED FINANCIAL RESULTS

Sir,

Pursuant to the provisions of Clause-41 of the Listing Agreement, we are enclosing herewith Un-audited Financial Results of the Company for the quarter/half year ended 30th September, 2012 duly approved by the Board of Directors in its meeting held on 10th November, 2012.

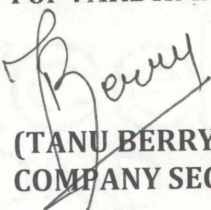
A limited review report of the Auditors of the Company is also being enclosed herewith.

You are requested to display the same notice on the Notice Board of your Exchange for the information of the members and general public.

Thanking you,

Yours faithfully,

For VARDHMAN SPECIAL STEELS LIMITED


(TANU BERRY)
COMPANY SECRETARY

VARDHMAN SPECIAL STEELS LIMITED

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

Unaudited Financial Results for the Quarter and Half year ended 30th Sept, 2012

		Rs. In Crores					
Particulars	Quarter Ended 30-Sept, 2012 (Unaudited)	Quarter Ended 30- June, 2012 (Unaudited)	Quarter Ended 30- Sept, 2011 (Unaudited)	Half Year ended 30-Sept, 2012 (Unaudited)	Half Year ended 30-Sept, 2011 (Unaudited)	Year Ended 31-March, 2012 (Audited)	
1 Income From Operations							
a) Net Sale/Income From Operations (Net of Excise Duty)	108.63	128.29	137.21	236.92	261.01	526.90	
b) Other Operating Income	0.66	0.16	0.63	0.82	1.08	2.26	
Total Income from operations (Net)	109.29	128.45	137.84	237.74	262.09	529.16	
2 Expenses							
a) Cost of Materials Consumed	58.98	86.39	73.39	145.37	146.04	305.73	
b) Purchase of Stocks- In Trade	-	-	-	-	-	-	
c) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	10.50	(12.41)	9.61	(1.91)	8.29	(1.71)	
d) Employee Benefits Expenses	5.05	5.72	5.20	10.77	10.07	20.91	
e) Depreciation and Amortisation Expense	1.01	1.00	1.02	2.01	1.99	4.06	
f) Power & Fuel	15.36	19.39	15.22	34.75	30.73	66.34	
g) Other Expenses	17.47	19.70	19.53	37.17	37.57	84.69	
Total Expenses	108.37	119.79	123.97	228.16	234.69	480.02	
3 Profit/(Loss) from Operations before Other Income ,Finance Costs and Exceptional Items (1-2)	0.92	8.66	13.87	9.58	27.40	49.14	
4 Other Income	-	2.02	-	2.02	-	0.04	
5 Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)	0.92	10.68	13.87	11.60	27.40	49.18	
6 Finance Cost	2.16	2.56	1.17	4.72	2.44	6.60	
7 Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	(1.24)	8.12	12.70	6.88	24.96	42.58	
8 Exceptional Items	-	4.18	-	4.18	-	1.03	
9 Profit/(Loss) from ordinary activities before Tax (7-8)	(1.24)	3.94	12.70	2.70	24.96	41.55	
10 Tax Expense/(Credit)	-	1.35	4.25	1.35	8.35	15.65	
11 Net Profit/ Loss) from ordinary activities after Tax (9-10)	(1.24)	2.59	8.45	1.35	16.61	25.90	
12 Extraordinary Items(Net of Expense)	-	-	-	-	-	-	
13 Net Profit/ Loss) for the Period(11+12)	(1.24)	2.59	8.45	1.35	16.61	25.90	
14 Paid-up Equity Capital (Face Value Rs. 10/- per share)	18.56	18.56	18.56	18.56	18.56	18.56	
15 Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	-	-	171.77	
16 (i) Earnings Per Share (before Extraordinary Items) (in Rs.) (not annualized):							
(a)Basic	(0.67)	1.40	4.55	0.73	9.19	14.15	
(b) Diluted	(0.67)	1.40	4.55	0.73	9.19	14.15	
16 (ii) Earnings Per Share (after Extraordinary Items) (in Rs) (not annualized):							
(a)Basic	(0.67)	1.40	4.55	0.73	9.19	14.15	
(b) Diluted	(0.67)	1.40	4.55	0.73	9.19	14.15	
A PARTICULARS OF SHARE HOLDING							
1 Public Shareholding							
-Number of Shares	4,643,967	4,643,967	4,643,967	4,643,967	4,643,967	4,643,967	
- Percentage of Shareholding	25.03%	25.03%	25.03%	25.03%	25.03%	25.03%	
2 Promoters and Promoter Group Shareholding							
(a) Pledged/Encumbered							
-Number of Shares	-	-	-	-	-	-	
Percentage of Share (as a% of the total Shareholding of promoter and promoter group)	-	-	-	-	-	-	
Percentage of share (as a% of the total share capital of the company	-	-	-	-	-	-	
b) Non-encumbered							
-Number of share	13,911,409	13,911,409	13,911,409	13,911,409	13,911,409	13,911,409	
Percentage of share (as a% of the total shareholding of promoter and promoter group)	100.00%	100.00%	100%	100.00%	100%	100.00%	
Percentage of share (as a% of the total share capital of the company	74.97%	74.97%	74.97%	74.97%	74.97%	74.97%	
B INVESTORS COMPLAINTS							
Pending at the beginning of the quarter	-	-	-	-	-	-	
Received during that quarter	-	-	-	-	-	-	
Disposed of during the quarter	-	-	-	-	-	-	
Pending Unsolved at the end of the Quarter	-	-	-	-	-	-	

NOTES:

1. The Company has only one segment of Steel and accordingly, there is no reportable segment as required by Accounting Standard-17 issued by the Institute of Chartered Accountants of India.

2. The liability in respect of External Commercial Borrowing (ECB) of USD 16.66 million was re-instated as on 30th June, 2012 and foreign exchange loss of Rs. 4.18 crores was provided in the books of account. As on 30th Sept., 2012 the company while following the conservative approach, has decided to carry the liability in respect of ECB at a level as determined on 30th June, 2012 and has not provided for foreign exchange gains amounting to Rs. 4.60 Crore arising on re-instatement of ECB at a level as determined on 30th Sept., 2012 and has not provided for foreign exchange gains amounting to Rs. 4.60 Crore arising on re-instatement of ECB during the quarter ending 30th Sept., 2012.

3. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable.

4. The Board of Directors has approved the above results in its meeting held on 10th November, 2012, which have been reviewed by statutory auditors as per clause 41 of Listing Agreement.

Place: Gurgaon
Date: 10-11-2012

for Vardhman Special Steels Limited

Sd/-
Sachit Jain
Managing Director

VARDHMAN SPECIAL STEELS LIMITED

Regd. Office : Chandigarh Road, Ludhiana-141010

Statement of Assets & Liabilities as on 30.09.2012

Rs. In Crores

Particulars		As at 30.09.2012 Unaudited	As at 31.03.2012 Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	18.56	18.56
	(b) Reserves and Surplus	173.12	171.77
	(c) Money received against share warrants	-	-
	Sub-total-Shareholders funds	191.68	190.33
2	Share application money pending allotment	-	-
3	Non-current liabilities		
	(a) Long-term borrowings	92.65	88.46
	(b) Deferred tax liabilities (net)	3.05	4.13
	(c) Other long-term liabilities	0.27	0.23
	(d) Long-term provisions	0.38	0.44
	Sub-total-Non current liabilities	96.35	93.26
4	Current liabilities		
	(a) Short-term borrowings	133.43	155.73
	(b) Trade payables	19.23	10.89
	(c) Other current liabilities	21.00	18.36
	(d) Short-term provisions	2.91	2.34
	Sub-total-Current Liabilities	176.57	187.32
	TOTAL -EQUITY AND LIABILITIES	464.60	470.91
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	62.83	51.64
	(b) Non current investments	61.77	81.25
	(c) Deferred tax assets (net)	-	-
	(d) Long-term loans and advances	19.37	12.76
	(e) Other non-current assets	-	0.28
	Sub-total-Non Current Assets	143.97	145.93
2	Current assets		
	(a) Current investments	48.00	18.00
	(b) Inventories	89.56	95.83
	(c) Trade receivables	108.04	105.49
	(d) Cash and cash equivalents	66.72	87.11
	(e) Short-term loans and advances	3.45	16.29
	(f) Other current assets	4.86	2.26
	Sub-total-Current Assets	320.63	324.98
	TOTAL -ASSETS	464.60	470.91

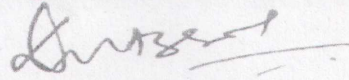
REVIEW REPORT

The Board of Directors,
Vardhman Special Steels Limited,
Ludhiana

1. We have reviewed the accompanying statement of unaudited financial results of Vardhman Special Steel Limited for the period ended 30th September 2012 (the "Statement") being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement with Stock Exchange except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. The Statement of Quarterly financial results has been prepared from interim financial statements which are 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.
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 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 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.
3. 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 recognition and measurement principles laid down in Accounting Standard AS-25 "Interim Financial Reporting" notified Pursuant to the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognized accounting practices and policies has not disclosed the information required to be disclosed in the terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Panchkula
Dated: 10th November 2012

For S.S. Kothari Mehta & Co.
Chartered Accountants
Registration No.022150N


(CA Dinesh K. Abrol)
Partner
Membership No. 87899