



# Vardhman

## VARDHMAN SPECIAL STEELS LIMITED

Delivering Excellence. Since 1965.

CHANDIGARH ROAD  
LUDHIANA-141010, PUNJAB  
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E: secretarial.lud@vardhman.com

**Ref. VSSL:SCY:APR:2017-18**

**Dated: 28.04.2017**

|                                                                                                                                                                                                                                                          |                                                                                                                                                                                                                                          |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| The Deputy General Manager,<br>Corporate Relationship Deptt,<br>Bombay Stock Exchange Limited,<br>1 <sup>st</sup> Floor, New Trading Ring,<br>Rotunda Building, P.J Towers,<br>Dalal Street, Fort,<br><b>MUMBAI-400001.</b><br><b>Scrip Code: 534392</b> | <input checked="" type="checkbox"/> The National Stock Exchange of India Ltd,<br><input checked="" type="checkbox"/> "Exchange Plaza,<br>Bandra-Kurla Complex,<br>Bandra (East),<br><b>MUMBAI-400 051</b><br><br><b>Scrip Code: VSSL</b> |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

**SUB: REGARDING REVISION IN FINACIAL RESULTS SUBMITTED ON 28.04.2017**

Dear Sir/Madam,

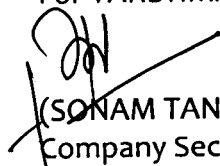
Pursuant to Regulation 30 read with Part A of Schedule III and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, we had uploaded the Audited Financial Results for the Year ended 31<sup>st</sup> March, 2017 as approved by the Board of Directors of the Company in their meeting held on 28th April, 2017.

However, inadvertently there was typographical error in the figures of Earnings per Share in uploaded results. Also, the results that were uploaded were not properly legible. Therefore the corrected and legible results for Year ended 31st March, 2017 are being attached herewith.

You are kindly requested to note and display the corrected results attached herewith, 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**

**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

Audited Financial Results for Quarter and Year ended March 31, 2017

(Rs. in Crores)

|    | Particulars                                                                                        | Quarter Ended<br>March 31, 2017 | Quarter Ended<br>December 31, 2016 | Quarter Ended<br>March 31, 2016 | Year Ended<br>March 31, 2017 | Year Ended<br>March 31, 2016 |
|----|----------------------------------------------------------------------------------------------------|---------------------------------|------------------------------------|---------------------------------|------------------------------|------------------------------|
|    |                                                                                                    | Unaudited                       | Unaudited                          | Unaudited                       | Audited                      | Audited                      |
| 1  | <b>Income From Operations</b>                                                                      |                                 |                                    |                                 |                              |                              |
|    | Income From Operations                                                                             | 193.60                          | 191.33                             | 176.12                          | 753.13                       | 725.52                       |
|    | Other Income                                                                                       | 3.19                            | 0.76                               | 0.28                            | 5.64                         | 2.65                         |
|    | <b>Total Income from operations</b>                                                                | <b>196.79</b>                   | <b>192.09</b>                      | <b>176.40</b>                   | <b>758.77</b>                | <b>728.17</b>                |
| 2  | <b>Expenses</b>                                                                                    |                                 |                                    |                                 |                              |                              |
|    | a) Cost of Materials Consumed                                                                      | 97.20                           | 91.58                              | 72.17                           | 364.22                       | 325.08                       |
|    | b) Purchase of Stocks- In Trade                                                                    |                                 |                                    |                                 |                              |                              |
|    | c) Change in Inventories of Finished Goods,<br>works -in progress and stock -in- trade             | (6.71)                          | 2.69                               | 3.27                            | (11.65)                      | 29.91                        |
|    | d) Employee Benefits Expenses                                                                      | 10.71                           | 9.76                               | 8.82                            | 39.80                        | 33.69                        |
|    | e) Depreciation and Amortisation Expense                                                           | 4.53                            | 4.55                               | 4.39                            | 18.07                        | 17.03                        |
|    | f) Power & Fuel                                                                                    | 30.31                           | 25.17                              | 27.66                           | 109.48                       | 107.56                       |
|    | g) Excise Duty                                                                                     | 20.53                           | 20.01                              | 19.44                           | 79.32                        | 72.77                        |
|    | h) Finance Cost                                                                                    | 8.27                            | 6.77                               | 6.41                            | 28.28                        | 23.01                        |
|    | i) Other Expenses                                                                                  | 27.22                           | 27.86                              | 29.79                           | 112.11                       | 114.89                       |
|    | <b>Total Expenses</b>                                                                              | <b>192.06</b>                   | <b>188.39</b>                      | <b>171.95</b>                   | <b>739.63</b>                | <b>723.94</b>                |
| 3  | <b>Profit/(Loss) before exceptional Items and Tax (1-2)</b>                                        | <b>4.73</b>                     | <b>3.70</b>                        | <b>4.45</b>                     | <b>19.14</b>                 | <b>4.22</b>                  |
| 4  | <b>Exceptional Items</b>                                                                           | -                               | -                                  | -                               | -                            | -                            |
| 5  | <b>Profit/(Loss) before Tax (3+4)</b>                                                              | <b>4.73</b>                     | <b>3.70</b>                        | <b>4.45</b>                     | <b>19.14</b>                 | <b>4.22</b>                  |
| 6  | <b>Tax (Expense) / Income</b>                                                                      | -                               | -                                  | -                               | -                            | -                            |
| 7  | <b>Net Profit/(Loss) after Tax (5+6)</b>                                                           | <b>4.73</b>                     | <b>3.70</b>                        | <b>4.45</b>                     | <b>19.14</b>                 | <b>4.22</b>                  |
| 8  | <b>Other Comprehensive Income / (Loss)</b>                                                         | (0.23)                          | -                                  | (0.17)                          | (0.23)                       | (0.17)                       |
| 9  | <b>Total Comprehensive Income (7+8)</b>                                                            | <b>4.50</b>                     | <b>3.70</b>                        | <b>4.28</b>                     | <b>18.91</b>                 | <b>4.05</b>                  |
| 10 | <b>Paid-up Equity Capital (Face Value Rs. 10/- per share)</b>                                      | 18.56                           | 18.56                              | 18.56                           | 18.56                        | 18.56                        |
| 11 | <b>Reserve excluding Revaluation Reserves as per<br/>Balance Sheet of previous accounting year</b> |                                 |                                    |                                 | 179.53                       | 160.62                       |
| 12 | <b>Earnings Per Share</b><br>( in Rs.) (not annualized):                                           |                                 |                                    |                                 |                              |                              |
|    | (a) Basic                                                                                          | 2.55                            | 1.99                               | 2.40                            | 10.31                        | 2.27                         |
|    | (b) Diluted                                                                                        | 2.55                            | 1.99                               | 2.40                            | 10.31                        | 2.27                         |



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

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

Audited Financial Results for Quarter and Year ended March 31, 2017

**NOTES:**

1. The Company operates only in one business segment viz. "Steel" which is the reportable segment in accordance with the requirements of Indian Accounting Standard (IndAS) - 108 on operating Segments as prescribed under the Companies (Indian Accounting Standard) Rules, 2015 as prescribed under section 133 of The Companies Act, 2013

2. The Company is eligible for incentives under the Mega Project Policy of the Punjab State Government for its expansions completed up to 31.03.2016. Though the plant has been commissioned but the benefits have not been considered in the above results as the same is pending for sanction by appropriate authority.

3. The company has adopted Indian Accounting Standards (IndAS) from April 1, 2016 (transition date being April 1, 2015) and accordingly, these financial results have been prepared in accordance with Companies (Indian Accounting Standard) Rules, 2015 as prescribed under section 133 of The Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

4. Reconciliation of profit as per previous GAAP vis-à-vis Ind AS for quarter and year ended March 31, 2016: (In crores)

|                                                                                       | Quarter ended<br>March 31, 2016 | Year Ended<br>March 31, 2016 |
|---------------------------------------------------------------------------------------|---------------------------------|------------------------------|
| <b>Net Profit as per Indian GAAP</b>                                                  | <b>5.31</b>                     | <b>5.21</b>                  |
| IndAS Adjustments                                                                     |                                 |                              |
| Impact of measuring derivative financial instruments at fair value                    | (1.07)                          | (1.43)                       |
| Impact of measuring Investments at fair value through profit and loss                 | 0.05                            | (0.24)                       |
| Impact of measuring borrowings at amortised cost                                      | 0.00                            | 0.51                         |
| Impact of recognition of Actuarial gains/(losses) in Other Comprehensive Income (OCI) | 0.17                            | 0.17                         |
| Tax adjustment                                                                        | 0.00                            | 0.00                         |
| <b>[A] Net Profit as per Ind As</b>                                                   | <b>4.45</b>                     | <b>4.22</b>                  |
| <b>[B] Add: Other Comprehensive Income</b>                                            |                                 |                              |
| Actuarial gains and losses (net of deferred tax)                                      | (0.17)                          | (0.17)                       |
| <b>Total Comprehensive Income (A+B)</b>                                               | <b>4.28</b>                     | <b>4.05</b>                  |

5. Reconciliation of equity as per previous GAAP vis-à-vis Ind AS for quarter and year ended March 31, 2016: (In crores)

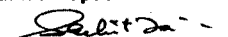
|                                                                       | As at March 31,<br>2016 |
|-----------------------------------------------------------------------|-------------------------|
| <b>Shareholder's equity as per previous GAAP</b>                      | <b>174.94</b>           |
| Add/(Less):-                                                          |                         |
| Impact of measuring derivative financial instruments at fair value    | 0.49                    |
| Impact of measuring Investments at fair value through profit and loss | 3.20                    |
| Impact of measuring borrowings at amortised cost                      | 0.53                    |
| <b>Shareholder's equity as per Ind AS</b>                             | <b>179.16</b>           |

6. Figures for previous periods have been recast/regrouped, wherever necessary to make them comparable. The figures for the quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto December 31, 2016.

7. The Rights Issue of VARDHMAN SPECIAL STEELS LIMITED ("Company") is currently open for subscription, and in this regard, the Company has filed a Letter of Offer March 30, 2017 ("LOF") with Securities and Exchange Board of India, the Stock Exchanges i.e. BSE Limited (Designated Stock Exchange) and National Stock Exchange of India Limited. The LOF is available on the website of the Lead Manager viz. www.mastertrust.co.in and website of BSE and NSE viz. www.bseindia.com and www.nseindia.com respectively and on SEBI's website: www.sebi.gov.in and a copy of the same can be downloaded from these websites. Investor should note that investment in equity shares involves a high degree of risk and for details relating to the same, please see section entitled "Risk Factors" on page 12 of the Letter of Offer. For further enquiries, please contact: Sonam Taneja, Vardhman Premises, Chandigarh Road, Ludhiana - 141 010, India Tel: 0161-2228943-48, Fax: 0161-2601048, Email: secretarial.lud@vardhman.com, Website: www.vardhmansteel.com

8. These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held April 28, 2017. Audit of these results has been carried out by the Statutory Auditors.

for Vardhman Special Steels Limited

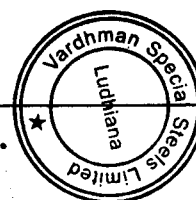


Sachit Jain

Managing Director

Place: Gurugram

Date : April 28, 2017.



**VARDHMAN SPECIAL STEELS LIMITED**

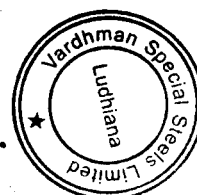
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Corporate Identity Number (CIN): L27100PB2010PLC033930, PAN: AADCV4812B

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Audited Balance Sheet as at March 31, 2017

|                                             | As at March 31,<br>2017 | As at March 31,<br>2016 |
|---------------------------------------------|-------------------------|-------------------------|
|                                             | Audited                 | Audited                 |
| <b>I. ASSETS</b>                            |                         |                         |
| <b>Non-current assets</b>                   |                         |                         |
| (a) Property, plant and equipment           | 264.18                  | 250.25                  |
| (b) Capital work-in-progress                | 1.11                    | 2.11                    |
| (c) Intangible assets                       | 0.38                    | 0.35                    |
| (d) Financial assets                        |                         |                         |
| -Long term investments                      | 0.68                    | 1.42                    |
| -Long term loans                            | 0.47                    | 0.26                    |
| (e) Other non-current Assets                | 10.78                   | 12.21                   |
| <b>Total of non-current assets</b>          | <b>277.60</b>           | <b>266.60</b>           |
| <b>Current assets</b>                       |                         |                         |
| (a) Inventories                             | 117.83                  | 106.90                  |
| (b) Financial assets                        |                         |                         |
| -Current investments                        | 0.31                    | 13.08                   |
| -Trade receivables                          | 188.98                  | 194.17                  |
| -Cash and cash equivalents                  | 5.95                    | 3.77                    |
| -Bank balances other than above             | 0.00                    | 0.03                    |
| -Short term loans                           | 0.70                    | 0.54                    |
| -Other financial current assets             | 0.80                    | 1.11                    |
| (c) Current tax assets (Net)                | 0.76                    | 0.98                    |
| (d) Other current assets                    | 19.74                   | 26.65                   |
| <b>Total of current assets</b>              | <b>335.07</b>           | <b>347.23</b>           |
| <b>TOTAL ASSETS</b>                         | <b>612.67</b>           | <b>613.83</b>           |
| <b>II. EQUITY AND LIABILITIES</b>           |                         |                         |
| <b>Equity</b>                               |                         |                         |
| (a) Equity share capital                    | 18.56                   | 18.56                   |
| (b) Other equity                            | 179.62                  | 160.62                  |
| <b>Total of equity</b>                      | <b>198.18</b>           | <b>179.18</b>           |
| <b>Liabilities</b>                          |                         |                         |
| <b>Non-current liabilities</b>              |                         |                         |
| (a) Financial liabilities                   |                         |                         |
| -Long term borrowings                       | 115.46                  | 129.02                  |
| -Other financial non current liabilities    | -                       | -                       |
| (b) Provisions                              | 0.80                    | 0.63                    |
| (c) Deferred tax liabilities                | -                       | -                       |
| (d) Other non-current liabilities           | 0.20                    | 0.14                    |
| <b>Total of non-current liabilities</b>     | <b>116.46</b>           | <b>129.79</b>           |
| <b>Current liabilities</b>                  |                         |                         |
| (a) Financial Liabilities                   |                         |                         |
| (i) Short term borrowings                   | 138.71                  | 166.82                  |
| (ii) Trade payable                          |                         |                         |
| -Due to micro, small and medium enterprises | -                       | -                       |
| -Other trade payables                       | 34.91                   | 41.00                   |
| (iii) Other financial current liabilities   | 117.09                  | 90.42                   |
| (b) Other current liabilities               | 7.05                    | 6.00                    |
| (c) Short term provisions                   | 0.27                    | 0.62                    |
| <b>Total of current liabilities</b>         | <b>298.03</b>           | <b>304.86</b>           |
| <b>TOTAL EQUITY AND LIABILITIES</b>         | <b>612.67</b>           | <b>613.83</b>           |



**Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors of  
Vardhman Special Steels Limited

We have audited the Financial Results of Vardhman Special Steels Limited ("the Company") for the Quarter ended 31<sup>st</sup> March 2017 and the year to date/ yearly results for the period 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016. These quarterly financial results have been prepared on the basis of the financial statements, which are the responsibility of the Company's management. Further, the quarterly financial results for the quarter ended 31<sup>st</sup> March 2017 are the derived figures between the audited figures in respect of the year ended 31<sup>st</sup> March 2017 and the published year-to-date figures for the period 1<sup>st</sup> April, 2016 to 31<sup>st</sup> December, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review in accordance with Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' as issued by the Institute of Chartered Accountants of India. Our responsibility is to express an opinion on these financial results based on our audit of such annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in the prescribed Indian accounting standards (Ind-AS) mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

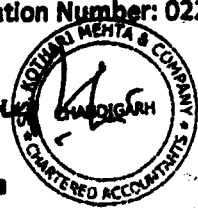


**S. S. KOTHARI MEHTA & COMPANY**

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July, 2016 in this regard; and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended 31<sup>st</sup> March 2017 as well as the year to date results for the period from 1<sup>st</sup> April 2016 to 31<sup>st</sup> March 2017.

**For S S KOTHARI MEHTA & COMPANY**  
Chartered Accountants  
Firm Registration Number: 022150N

**Harish Gupta**  
Partner  
Membership No: 098336

Place: Gurugram  
Date: 28<sup>th</sup> April 2017