JSL:BM:2015: Fax / Email / Courier
February 12, 2015

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G-Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai – 400 051.
Fax (022) 66418125-26
e-mail: cmlist@nse.co.in, hsurati@nse.co.in

Kind Attn. Listing Section

Dear Sir,

We are forwarding herewith Limited Review Report for the 3rd quarter ended 31st December, 2014 duly signed by the statutory auditors of the Company, as per provisions of Clause 41 of the Listing Agreement.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully
for **Jindal Stainless Limited**

(Jitendra Kumar)
Company Secretary

Encl. As above

To
The Board of Directors
Jindal Stainless Limited,
O.P. Jindal Marg,
Hisar,

Limited Review Report for the Quarter and Nine Months ended 31st December, 2014

1. We have reviewed the accompanying statement of standalone unaudited financial results of **Jindal Stainless Limited** ("the Company") for the quarter and nine months ended 31st December, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchanges, except for the disclosures in Part II – Select Information referred to in Para 5 below. Results for the aforesaid quarter and nine months ended relating to Visakhapatnam division of the company have been reviewed by branch auditors and their review report has been taken into consideration for drafting this report. The statement of quarterly and nine months 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 results 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 Auditors 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Without qualifying, attention is drawn to:-
   i. Pending necessary approvals for managerial remuneration for the period covered by this report read with Note no. 53(C)(i) of audited accounts for the year ended 31st March, 2014;
   ii. Pending confirmations of balances of a few of the secured loans and receivables for the period covered by this report read with Note no 32A(iv)e together with note no 40(B) & 40(A) of audited accounts for the year ended 31st March 2014;
   iii. Investment and loan & advances to certain subsidiary companies, considered good & fully realizable/ recoverable and no additional (except to the extent stated in the note no. 5 of the accompanying financial statements) provision for diminution in value is necessary in the opinion of management, for the period covered by this report read with note no. 40(C) of audited accounts for the year ended 31st March 2014;and
   iv. Net worth of the company has become negative as stated in the note no. 6 of accompanying financial statements. Management is confident that the company is in a position to pay all its liabilities / obligations out of its assets, if realized in ordinary course of business, accordingly the company continues to prepare its accounts on a going concern basis.

4. Based on our review conducted as above and read with Para 3 above, nothing further has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Further, we also report that we have traced the number of shares as well as percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of share pledged / encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreement with the Stock Exchanges and the particulars relating to investor complaints disclosed in Part II – Select Information for the quarter ended 31st December, 2014, of the statement, from the details furnished by the Registrars.

For **LODHA & CO.**
Chartered Accountants
FRN: 301051E

N.K. LODHA
Partner
Membership No. 85155

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

ARUN K. TULSIAN
Partner
Membership No. 89907

Place: New Delhi
Dated: 12-02-2014

Jindal Stainless Limited
Regd. Office: O.P.Jindal Marg, Hisar-125 005 (Haryana)
Ph. No. (01662) 222471-83, Fax No. (01662) 220499, Email Id. for Investors: investorcare@jindalstainless.com,
Website: www.jindalstainless.com, CIN: L26922HR1980PLC010901

JSLA JINDAL STAINLESS

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2014

PART - I

(Rs. in crore, except per share data)

	Particulars	Unaudited for the quarter ended			Unaudited for nine months ended		Audited for the year ended
		31st Dec, 2014	30th Sep, 2014	31st Dec, 2013	31st Dec, 2014	31st Dec, 2013	31st Mar, 2014
1	**Income from Operations:**						
	(a) Net Sales / Income from Operations	2,965.46	3,296.62	3,006.60	9,494.52	8,864.41	11,922.57
	(b) Other Operating Income	8.09	7.15	5.03	20.56	14.51	24.41
	Total Income from Operations (net) [1 (a)+1 (b)]	2,973.55	3,303.77	3,011.63	9,515.08	8,878.92	11,946.98
2	**Expenses**						
	(a) Cost of Material Consumed	1,956.80	2,211.55	1,977.44	6,373.71	5,822.66	7,862.51
	(b) Purchase of Stock in Trade	-	-	26.31	-	26.31	26.31
	(c) Changes in Inventories of finished goods, work in progress and stock in trade	146.91	26.38	73.28	49.47	167.06	119.63
	(d) Employee benefits expenses	64.52	64.35	60.91	192.87	185.24	239.33
	(e) Depreciation and amortisation expenses	123.06	133.44	175.68	380.37	510.77	687.66
	(f) Stores and Spares consumed	171.19	196.39	187.29	556.88	519.56	713.22
	(g) Power & Fuel	291.73	382.74	343.21	1,019.25	936.42	1,272.06
	(h) Other expenditure	202.32	208.21	190.06	628.98	597.97	834.32
	Total Expenses	2,956.53	3,223.06	3,034.18	9,201.53	8,765.99	11,755.04
3	**Profit / (Loss) from Operations before other Income, Finance Cost and Exceptional Items (1-2)**	17.02	80.71	(22.55)	313.55	112.93	191.94
4	Other Income	11.31	11.51	10.37	32.28	33.68	46.12
5	**Profit / (Loss) from Ordinary Activities before finance cost and exceptional items (3+4)**	28.33	92.22	(12.18)	345.83	146.61	238.06
6	Finance cost	338.48	342.63	312.88	1,022.83	897.70	1,234.70
7	**Profit / (Loss) from Ordinary Activities after finance cost but before exceptional items (5-6)**	(310.15)	(250.41)	(325.06)	(677.00)	(751.09)	(996.64)
8	Exceptional items - Gain / (Loss) - *Refer note no 5*	(31.83)	(6.27)	24.47	(32.26)	(452.42)	(416.90)
9	**Profit /(Loss) from Ordinary Activities before tax (7+8)**	(341.98)	(256.68)	(300.59)	(709.26)	(1,203.51)	(1,413.54)
10	Tax expense	-	(1.45)	-	(1.45)	(15.93)	(23.45)
11	**Net profit / (loss) from Ordinary Activities after tax (9-10)**	(341.98)	(255.23)	(300.59)	(707.81)	(1,187.58)	(1,390.09)
12	Extraordinary items	-	-	-	-	-	-
13	**Net profit / (loss) for the period (11-12)**	(341.98)	(255.23)	(300.59)	(707.81)	(1,187.58)	(1,390.09)
14	Paid-up Equity Share Capital (face value of Rs. 2/- each)	45.28	43.08	40.93	45.28	40.93	43.08
15	Reserves excluding revaluation reserve as per balance sheet of previous accounting year						147.34
16.i	Earning per share (EPS) (before extraordinary items) (of Rs 2/-each)						
	a) - Basic	(15.84)	(11.85)	(14.72)	(32.79)	(58.16)	(68.03)
	b) - Diluted	(15.84)	(11.85)	(14.72)	(32.79)	(58.16)	(68.03)
	(EPS for the quarter and nine months not annualised)						
16.ii	Earning per share (EPS) (after extraordinary items) (of Rs 2/-each)						
	a) - Basic	(15.84)	(11.85)	(14.72)	(32.79)	(58.16)	(68.03)
	b) - Diluted	(15.84)	(11.85)	(14.72)	(32.79)	(58.16)	(68.03)
	(EPS for the quarter and nine months not annualised)						

PART - II

	Particulars	Quarter ended			Nine months ended		Year ended
		31st Dec, 2014	30th Sep, 2014	31st Dec, 2013	31st Dec, 2014	31st Dec, 2013	31st Mar, 2014
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	- Number of Shares	99,010,121	99,003,421	99,003,421	99,010,121	99,003,421	99,003,421
	- Percentage of Shareholding	47.43	50.06	52.94	47.43	52.94	50.06
2	**Promoters and promoter group shareholding**						
	(a) Pledged / Encumbered :						
	Number of shares#	65,306,625	65,306,625	65,306,625	65,306,625	65,306,625	65,306,625
	% of shares (as a % of the total shareholding of promoter and promoter group)	59.50	66.12	74.20	59.50	74.20	66.12
	% of shares (as a % of the total share capital* of the company)	28.85	30.32	31.92	28.85	31.92	30.32
	(b) Non -encumbered:						
	Number of shares	44,453,925	33,460,625	22,710,625	44,453,925	22,710,625	33,460,625
	% of shares (as a % of the total shareholding of promoter and promoter group)	40.50	33.88	25.80	40.50	25.80	33.88
	% of shares (as a % of the total share capital* of the company)	19.64	15.54	11.10	19.64	11.10	15.54

#This includes 1,34,65,770 equity shares placed under lodgement/negative lien. *Total share capital includes 17,604,334 shares represented by 8,802,167 GDS.

	Particulars	3 months ended on 31st December, 2014
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	1
	Received during the quarter	-
	Disposed of during the quarter	1
	Remaining unresolved at the end of the quarter	

Notes:

1 The financial results of the Company for the quarter and nine months ended 31st Dec, 2014 have been reviewed by the Audit committee and approved by the Board of Directors at their respective meetings held on 12th Feb, 2015 and the limited review of the same has been carried out by the statutory auditors.

2 The Composite Scheme of Arrangement ("Scheme") amongst Jindal Stainless Limited and its three wholly owned subsidiaries namely 'Jindal Stainless (Hisar) Limited, Jindal United Steel Limited and Jindal Coke Limited, as approved by the Board of Directors in its meeting held on 29th December, 2014, subject to approval of the shareholders and all other concerned persons or authorities, has been filed with the Stock Exchanges as per clause 24(f) of the listing agreement.

3 During the quarter, the Company has formed two new wholly owned subsidiaries i.e. Jindal United Steel Limited and Jindal Coke Limited.

4 There was a temporary interruption in the Cold Rolling Mill Operations at the Jajpur plant of the company partially affecting its production during the quarter.

5 Exceptional item includes

a) Exchange Loss (net) of Rs. 15.33 crores and Rs. 15.96 crores for the quarter and nine months respectively ended on 31st December'2014 as per the existing practice and

b) Provision for diminution in value of investment and advance in a subsidiary company, Jindal Stainless Madencilik Sanayi VE Ticaret A.S., Turkey amounting to Rs. 16.30 crores for the quarter and nine months ended on 31st December, 2014, for which company has entered into MOU for disposal of its shareholding in the said company.

6 The company over the last few years has been incurring losses due to which its net worth has fully eroded. Major reasons for the losses have been erosion in margins due to low cost stainless steel from China and other countries, unfavourable duty structure, high interest cost and losses on account of fluctuation in exchange rates etc. The company is taking necessary steps towards enhancement of net worth and improvement in viability of the company through better utilisation of its production facilities and monetisation of certain assets.

7 "The Hon'ble Supreme Court of India vide order dated 24.09.2014 has cancelled 214 out of 218 coal blocks allotted to various companies/entities, including the combined coal block comprising of Utkal-A and Gopalprasad West (West) allotted to the joint venture company, MJSJ Coal Limited (MJSJ), in which MCL holds 60% stake and the Company holds 9% minority stake. No mining activity/production had commenced in this coal block, and therefore cancellation of this coal block allotted to the Company will not have any material impact on the operations of the Company in the current financial year. JSL has filed review petition on 18.11.2014 challenging the order dated 24.09.2014 passed by Hon'ble Supreme Court and the matter is pending adjudication.
Subsequently, the Coal Mines (Special Provisions) Ordinance, 2014 has been promulgated by the Government of India on 21.10.2014 to provide for auction of 204 coal mines and vesting of the land, mine infrastructure and mining leases in the successful bidders and allottees upon payment of compensation to the prior allottees of these coal mines. The Company is examining the implication of the said ordinance on the Company's investments made so far (Rs.8.56 crore as on 30th Sep 2014 and a Bank Guarantee of Rs.10.01 crore) in MJSJ. Pending this, no adjustment in the value of investments has been considered as the same will be given effect to in the subsequent quarter(s). "

8 On 19th December, 2014, the Company has allotted 1,10,00,000 equity shares of Rs.2/- each to JSL Overseas Limited, a member of promoter group, upon conversion of 1,10,00,000 Cumulative Compulsory Convertible Preference Shares (CCCPS) into equity shares. Consequently, the paid up equity share capital of the Company stands enhanced to Rs.45,27,50,010/- divided into 22,63,75,005 equity shares of Rs.2/- each and preference share capital stands reduced to 96,20,880 divided into 48,10,440 CCCPS of Rs.2/- each.

9 Pursuant to the requirements of Schedule II of the Companies Act, 2013, the Company has, effective April 1, 2014, reviewed and revised the estimated useful lives of its fixed assets. Consequent thereto, the depreciation charge for the quarter and nine months ended on 31.12.2014 is lower by Rs. 48.61 crore and Rs. 143.13 crore respectively. Additional adjustments, if any, based on further refinement of estimates/clarifications from regulators in this regard would be carried out as and when determined.

10 As the Company's business activity falls within a single primary business segment viz. 'stainless steel', the disclosure requirement of Accounting Standard (AS-17) on "Segment Reporting" is not applicable.

11 The previous quarter/period figures have been regrouped wherever necessary.

By order of the Board of Directors
For Jindal Stainless Limited

(Jitender P.Verma)
Executive Director

Place: New Delhi
Date: 12th February, 2015

LODHA & CO. Chartered Accountants New Delhi