

JINDAL STAINLESS LIMITED

CIN: L26922HR1980PLC010901

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UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED 30TH SEPTEMBER, 2015

Part I

(Rs in crore, except per share data)

Particulars	Unaudited for the quarter ended			Unaudited for the half year ended		Audited for the year ended (Revised)
	30th Sept, 2015 (Post Scheme)	30th June, 2015 (Pre Scheme)	30th Sept, 2014 (Pre Scheme)	30th Sept, 2015 (Post Scheme)	30th Sept, 2014 (Pre Scheme)	31st Mar, 2015 (Post Scheme)
1 Income from Operations:						
(a) Net Sales / Income from Operations (Net of excise duty)	1,600.93	3,213.04	3,296.62	3,260.95	6,529.05	6,000.67
(b) Other Operating Income	0.72	2.14	7.15	1.18	12.47	10.27
Total Income from Operations (net) [1(a)+1(b)]	1,601.65	3,215.18	3,303.77	3,262.13	6,541.52	6,010.94
2 Expenses						
(a) Cost of Material Consumed	1,034.71	2,126.14	2,211.55	2,166.61	4,416.90	3,945.06
(b) Purchase of Stock in Trade	-	-	-	-	-	-
(c) Changes in Inventories of finished goods, work in progress and stock in trade	(23.29)	(96.81)	26.38	(93.20)	(97.45)	189.91
(d) Employee benefits expense	31.91	69.01	64.35	62.96	128.36	115.63
(e) Depreciation and amortisation expense	95.30	119.09	133.44	187.66	257.30	392.55
(f) Stores and Spares consumed	87.80	202.45	196.39	182.79	385.69	311.26
(g) Power & Fuel	156.20	299.56	382.74	332.11	727.52	637.48
(h) Other expenditure	143.14	245.40	208.21	302.01	426.66	507.59
Total Expenses	1,525.77	2,964.84	3,223.06	3,140.94	6,244.98	6,099.48
3 Profit/(Loss) from operations before other Income, finance cost and exceptional items (1-2)	75.88	250.34	80.71	121.19	296.54	(88.54)
4 Other Income	8.22	12.97	11.51	13.92	20.98	52.79
5 Profit/(Loss) from Ordinary Activities before finance cost and exceptional items (3+4)	84.10	263.31	92.22	135.11	317.52	(35.75)
6 Finance cost	253.05	370.82	342.63	498.22	684.36	915.81
7 Profit/(Loss) from Ordinary Activities after finance cost but before exceptional items (5-6)	(168.95)	(107.51)	(250.41)	(363.11)	(366.84)	(951.56)
8 Exceptional items - Gain / (Loss) - Refer note no 6	(19.10)	(10.46)	(6.27)	(25.48)	(0.44)	1,173.19
9 Profit/(Loss) from Ordinary Activities before tax (7+8)	(188.05)	(117.97)	(256.68)	(388.59)	(367.28)	221.63
10 Tax expense	-	-	(1.45)	-	(1.45)	(1.45)
11 Net profit/(loss) from Ordinary Activities after tax (9-10)	(188.05)	(117.97)	(255.23)	(388.59)	(365.83)	223.08
12 Extraordinary Items	-	-	-	-	-	-
13 Net profit/(loss) for the period (11-12)	(188.05)	(117.97)	(255.23)	(388.59)	(365.83)	223.08
14 Paid-up Equity Share Capital (face value of Rs. 2/- each)	46.24	45.28	43.08	46.24	43.08	45.28
15 Cumulative Compulsory Convertible Preference Shares	-	3.16	3.16	-	3.16	0.96
16 Share Capital Suspense Account	366.19	-	-	366.19	-	366.19
18 Reserves excluding revaluation reserve as per balance sheet of previous accounting year	-	-	-	-	-	(218.21)
19.i Earning per share (EPS) (before extraordinary items) (of Rs 2/-each)						
a) - Basic	(8.15)	(5.21)	(11.85)	(16.82)	(16.99)	10.21
b) - Diluted	(8.15)	(5.21)	(11.85)	(16.82)	(16.99)	7.24
(EPS for the quarter/half year not annualised)						
19.ii Earning per share (EPS) (after extraordinary items) (of Rs 2/-each)						
a) - Basic	(8.15)	(5.21)	(11.85)	(16.82)	(16.99)	10.21
b) - Diluted	(8.15)	(5.21)	(11.85)	(16.82)	(16.99)	7.24
(EPS for the quarter/half year not annualised)						
18 Debenture Redemption Reserve	-	-	-	57.94	60.44	59.19
19 Debt Equity Ratio¹	-	-	-	@	@	56.07
20 Debt Service Coverage Ratio²	-	-	-	0.51	0.69	0.30
21 Interest Service Coverage Ratio³	-	-	-	0.65	0.84	0.39

¹ Debt Equity Ratio = Total Debt/Net Worth; Total Debt = Long Term Borrowings + Short Term Borrowings + Current maturities of long term borrowings; Net Worth = Equity Share Capital + Share Capital Suspense account + Reserve & Surplus - Mines Development Expenses to the extent not w/off (if any)

² Debt Service Coverage Ratio = Earning before Depreciation, Interest, Tax & Exceptional Items / (Finance cost + Term Loan Repayments during the period)

³ Interest Service Coverage Ratio = Earning before Depreciation, Interest, Tax & Exceptional Items / Finance cost

@ Not given as net worth is negative

Part II

Particulars	Quarter ended			Half Year ended		Year ended
	30th Sept, 2015	30th Jun, 2015	30th Sept, 2014	30th Sept, 2015	30th Sept, 2014	31st Mar, 2015
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of Shares	99,010,121	99,010,121	99,003,421	99,010,121	99,003,421	99,010,121
- Percentage of Shareholding	46.36	47.43	50.06	46.36	50.06	47.43
2 Promoters and promoter group shareholding						
(a) Pledged / Encumbered :						
Number of shares	78,856,625	78,856,625	65,306,625	78,856,625	65,306,625	78,856,625
% of shares (as a % of the total shareholding of promoter and promoter group)	68.83	71.84	66.12	68.83	66.12	71.84
% of shares (as a % of the total share capital* of the company)	34.11	34.84	30.32	34.11	30.32	34.84
(b) Non-encumbered:						
Number of shares	35,714,365	30,903,925	33,460,625	35,714,365	33,460,625	30,903,925
% of shares (as a % of the total shareholding of promoter and promoter group)	31.17	28.16	33.88	31.17	33.88	28.16
% of shares (as a % of the total share capital* of the company)	15.45	13.65	15.54	15.45	15.54	13.65

*Total share capital includes 17,604,334 shares represented by 88,02,167 GDS.

Particulars	3 months ended on 30th Sept, 2015	
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter		NH
Received during the quarter		1
Disposed of during the quarter		1
Remaining unresolved at the end of the quarter		NH

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Notes:

1. The financial results of the Company for the quarter / half year ended 30th September, 2015 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 6th November, 2015 and the limited review of the same has been carried out by the statutory auditors.
2. The Company over the last few years has been incurring losses due to which its net worth has been fully eroded. The Company is taking necessary steps towards enhancement of net worth through better utilisation of its production facilities and monetisation of certain assets. Accordingly, the accounts have been prepared on the going concern basis, keeping in view the optimism on changing market conditions.
3. On 25th September, 2015, the Company has allotted 48,10,440 equity shares of Rs. 2/- each to JSL Overseas Limited, a member of the promoter group, upon conversion of 48,10,440 Cumulative Compulsory Convertible Preference Shares (CCCPs) into equity shares. Consequently, the paid up share capital of the Company stands enhanced to Rs. 46,23,70,890 divided into 23,11,85,445 equity shares of Rs. 2/- each.
4. A Composite Scheme of Arrangement (here in after referred to as the 'Scheme') amongst Jindal Stainless Limited (the Company/Transferor Company) and its three wholly owned subsidiaries namely Jindal Stainless (Hisar) Limited (JSHL), Jindal United Steel Limited (JUSL) and Jindal Coke Limited (JCL) under the provision of Section 391-394 of the Companies Act, 1956 and other applicable provisions of Companies Act, 1956 and / or Companies Act, 2013 has been 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 by the High Court). 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 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.

Pursuant to the Section I and Section II of the Scheme becoming effective the Demerged Undertakings (comprising of FA Division and Mining Division) and the Business Undertaking 1 (comprising of Hisar Unit including investments in the domestic subsidiaries as listed in Part B of Schedule 2 of the Scheme) has been transferred to and vested in JSHL with effect from the 'Appointed Date 1' i.e. close of business hours before midnight of March 31, 2014; accordingly the same has been given effect to in the revised financial statements for the year ended 31st March 2015. In view of above, the unaudited financial results for the quarter ended 30th June 2015 and for the quarter & six months ended 30th September 2014 are not comparable.

The details of profit & loss for the quarter ended 30th June 2015 and for the quarter & six months ended 30th September 2014 are as follows:

Particulars	Rs in Crore					
	Quarter ended 30 th June 2015		Quarter ended 30 th September 2014		Half year ended 30 th September 2014	
	Reported	Recast	Reported	Recast	Reported	Recast
Total Revenue (Including other income)	3,228.15	1,666.18	3,315.28	1,483.37	6,562.50	3,077.51
Total expenses	3,346.12	1,866.73	3,571.96	1,731.13	6,929.78	3,504.77
Profit before taxes	(117.97)	(200.55)	(256.68)	(247.76)	(367.28)	(427.27)
Taxes	-	-	(1.45)	(1.45)	(1.45)	(1.45)
Profit after tax	(117.97)	(200.55)	(255.23)	(246.31)	(365.83)	(425.82)

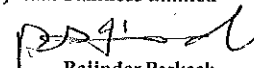
As prescribed by the Scheme, the Company is required to issue equity shares to JSHL for an amount of Rs. 366.19 Crores (being the amount due and payable by the Company to JSHL as receivables due to JSHL from JSL as of the 'Appointed Date 1' i.e. close of business hours before midnight of March 31, 2014) at a price to be determined in accordance with Chapter VII of SEBI (ICDR) Regulations, 2009, with the record date (i.e. 21st November, 2015 jointly decided by the Boards of Directors of the Company and JSHL) being considered as relevant date as specified in the Scheme; Accordingly, pending allotment of the aforesaid equity shares by the Company to JSHL, the same has been shown as "Share Capital Suspense Account". Accordingly Diluted EPS has been considered after taking into account 7,46,47,337 nos. (estimated on fair value basis) of equity shares to be allotted against amount of Rs. 366.19 Crore appearing under "Share Capital Suspense Account".

5. Discontinuing Operations - Section III and Section IV of the Scheme:

Particulars	Rs in crore			
	Quarter ended 30 th September 2015	Quarter ended 30 th June 2015	Half year ended 30 th September 2015	Year ended 31 st March 2015
Total Revenue (Including other income)	218.47	164.02	382.49	906.67
Total expenses	228.46	183.02	411.48	974.25
Profit before taxes	(9.99)	(19.00)	(28.99)	(67.58)
Tax Expenses	-	-	-	-
Profit after tax	(9.99)	(19.00)	(28.99)	(67.58)

6. Net foreign exchange gain/loss has been considered by the Company as exceptional in nature as per existing practice.
7. 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.
8. The previous quarter/period figures have been regrouped wherever necessary.

By Order of the Board of Directors
For Jindal Stainless Limited


Rajinder Parkash
Executive Director

Place: New Delhi
Date: 6th November, 2015

(Rs in crore)

STATEMENT OF ASSETS AND LIABILITIES			
	PARTICULARS	As at 30th Sept. 2015 (Unaudited)	As at 31st March, 2015 (Audited)
		(Post Scheme)	(Post Scheme)
A	EQUITY AND LIABILITIES		
	1. Shareholders' Funds		
	a. Share Capital	46.24	46.24
	b. Share Capital Suspense Account	366.19	366.19
	c. Reserves and surplus	(607.00)	(218.21)
	Shareholders' Funds	(194.57)	194.21
	2. Non-current liabilities		
	a. Long Term borrowings	8,275.05	8,070.23
	b. Deferred tax liabilities (net)	-	-
	c. Other long term liabilities	137.66	209.07
	d. Long term provisions	4.53	5.21
	Non-current liabilities	8,417.24	8,284.51
	3. Current Liabilities		
	a. Short term borrowings	1,823.85	2,333.14
	b. Trade Payables	1,519.71	1,315.73
	c. Other current liabilities	1,937.20	1,399.77
	d. Short term provisions	4.34	2.30
	Current Liabilities	5,285.10	5,050.94
	EQUITY AND LIABILITIES	13,507.77	13,529.66
B	ASSETS		
	1. Non-current Assets		
	a. Fixed Assets	7,487.57	7,531.52
	b. Non-current Investments	102.73	103.13
	c. Long term loans and advances	161.81	161.82
	d. Other non-current assets	0.23	0.20
	Non-current liabilities	7,752.34	7,796.67
	2. Current Assets		
	a. Current Investments	0.30	0.31
	b. Inventories	1,754.43	1,720.57
	c. Trade receivables	991.12	956.78
	d. Cash and cash equivalents	33.84	41.14
	e. Short term loans and advances	2,973.65	3,012.86
	f. Other current assets	2.08	1.33
	Current Assets	5,755.43	5,732.99
	ASSETS	13,507.77	13,529.66

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