

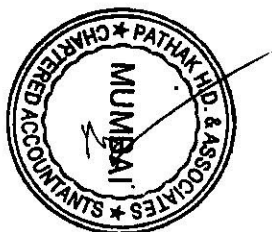
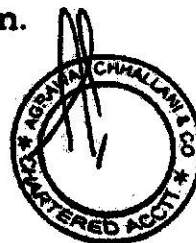
PATHAK H. D. & ASSOCIATES
Chartered Accountants
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212, Nariman Point,
Mumbai - 400021

AGRAWAL CHHALLANI & CO.
Chartered Accountants
51/A, Ground Floor,
New Colony,
Nagpur

INDEPENDENT AUDITORS' REVIEW REPORT

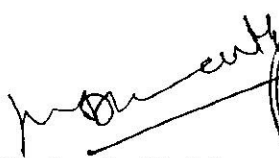
To
The Board of Directors,
Jayaswal Neco Industries Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results ("the statement") of **Jayaswal Neco Industries Limited ("the Company")** for the quarter and nine months ended 31st December 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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 the statement based on our review.
2. Our review has been restricted to the figures shown in the column headed "Quarter ended 31.12.2016", Quarter ended 30.09.2016 and "Nine Months ended 31.12.2016". The figures shown in the column headed "Quarter ended 31.12.2015 and Nine Months ended 31.12.2015" are as provided by the management of the Company.
3. We conducted our review of the Statement 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 misstatements. 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.



Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian Accounting Standards and other accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

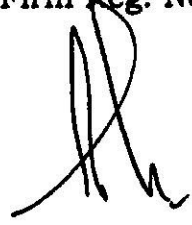
For Pathak H. D. & Associates
Chartered Accountants
Firm Reg. No. 107783W


Mukesh Mehta
Partner
Membership No. 43495

Mumbai
Date: 10th February, 2017



For Agrawal Chhallani & Co.
Chartered Accountants
Firm Reg. No. 100125W


S. R. Chhallani
Partner
Membership No. 30154

Nagpur
Date: 10th February, 2017



JAYASWAL NECO INDUSTRIES LIMITED

CIN : L28920MH1972PLC016154

(FORMERLY JAYASWALS NECO LIMITED)

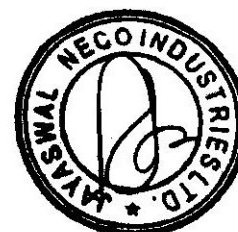
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PART - I		(₹ in Lacs, except per equity share data)				
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2016						
	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED	
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
1.	Income from Operations					
	a) Sales / Income from Operations	68690	71038	64802	205117	223722
	b) Other Operating Income	9	3	3	16	9
	Total Income from Operations	68699	71041	64805	205133	223731
2.	Expenses					
	a) Cost of Materials Consumed	33974	32800	35321	98908	120159
	b) Purchases of Stock-in-Trade	463	1247	728	2166	8761
	c) Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	(2494)	(486)	355	(4727)	3749
	d) Employee Benefits Expenses	4521	4358	3269	12766	10168
	e) Depreciation and Amortisation Expenses	6490	6501	1898	19215	5600
	f) Excise duty and Service Tax on Income from Operations	8052	7988	7668	23468	24073
	g) Stores and Spares Consumed	6587	6734	5007	20001	16161
	h) Other Expenses	10608	9126	7730	30280	22356
	Total Expenses	68201	68268	61976	202077	211027
3.	Profit from Operations before Other Income and Finance Costs (1-2)	498	2773	2829	3056	12704
4.	Other Income	474	980	929	2244	2944
5.	Profit from Ordinary Activities before Finance Costs (3+4)	972	3753	3758	5300	15648
6.	Finance Costs	14610	13861	5366	41171	15985
7.	Loss from Ordinary Activities before tax (5-6)	(13638)	(10108)	(1608)	(35871)	(337)
8.	Tax Expense / (Credits) Including Deferred tax	283	(204)	(141)	(170)	227
9.	Net Loss for the period after tax (7-8)	(13921)	(9904)	(1467)	(35701)	(564)
10.	Other Comprehensive Income (Net of Tax)	59	60	24	178	80
11.	Total Comprehensive Income / (Loss) (after tax) (9+10)	(13862)	(9844)	(1443)	(35523)	(484)
12.	Paid-up Equity Share Capital (Face Value per share : Rs. 10/- each)	63863	63863	63863	63863	63863
13.	Earnings Per Share (of Rs.10/- each) (Net Annualised)					
	a) Basic	(2.17)	(1.54)	(0.23)	(5.56)	(0.08)
	b) Diluted	(2.17)	(1.54)	(0.23)	(5.56)	(0.08)



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JAYASWAL NECO INDUSTRIES LIMITED

CIN : L28920MH1972PLC016154

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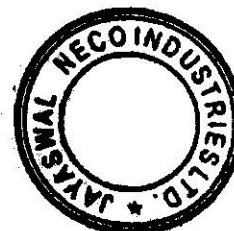
Notes :

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 10th February, 2017. The Statutory Auditors of the Company have carried out a Limited Review of the above results.
2. The Company adopted the Indian Accounting Standards ("Ind AS") and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - "Interim Financial Reporting" and in accordance with the Companies (Indian Accounting Standards) Rules, 2015 prescribed under section 133 of the Companies Act, 2013. The date of transition to Ind AS is 1st April, 2015. The Figures for the Quarter and Nine Months ended 31st December, 2015 are also Ind AS Compliant. They have not been subjected to limited Review or audit. However, the management has exercised the necessary due diligence to ensure that the financial results provide a true and fair view of the Company's affairs. The Company will provide a reconciliation of its equity for the previous year ended 31st March, 2016 at the time of submitting the audited financial statements for the year ended 31st March, 2017. These results have been prepared in accordance with regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated 5th July, 2016.
3. Reconciliation between Financial Results as previously reported under previous GAAP and Ind AS for the Quarter and Nine Months ended 31st December, 2015.

PARTICULARS	(₹ in Lacs)	
	QUARTER ENDED 31.12.2015	NINE MONTHS ENDED 31.12.2015
Net Profit / (Loss) as per Previous Indian GAAP	(695)	316
Adjustments :		
Impact due to Lease Accounting	(1)	(10)
Fair Valuation of Financial Assets / Liabilities	(20)	(18)
Assets Retirement Obligation	(1)	(1)
Actuarial Gain / (Loss) on Defined Benefit Plan considered as Other Comprehensive Income	(38)	(123)
Depreciation	(32)	(97)
Deferred Tax impact on Ind AS adjustments	(680)	(631)
Net Loss before Other Comprehensive Income as per Ind AS	(1467)	(564)

4. The Company's Project for enhancement of Iron making capacities for its DRI Plant and Captive Power Plant as part of the Integrated Steel Plant in Chhattisgarh are facing further time delay and are expected to be completed by the year end.
5. The figures for the corresponding previous period have been restated / regrouped / rearranged / reclassified wherever necessary, to make them comparable.

For Jayaswal Neco Industries Limited




Arvind Jayaswal
Managing Director
DIN : 00249864

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UNAUDITED SEGMENT INFORMATION FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2016

(₹ in Lacs)

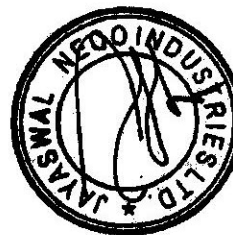
PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED	
	31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015
	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED
1. Segment Revenue					
a) Steel	58773	60684	55995	174436	191047
b) Iron & Steel Castings	10086	10402	8876	30893	28516
c) Others	22	11	32	59	4671
Gross Turnover	68881	71097	64903	205388	224234
Less : Inter Segment Revenue	191	59	101	271	512
Sales / Income from Operations	68690	71038	64802	205117	223722
2. Segment Results (Profit / (Loss) before tax and interest from each segment)					
a) Steel	669	2892	3326	3231	12699
b) Iron & Steel Castings	(233)	271	(263)	309	576
c) Others	1	3	8	6	121
Total	437	3166	3071	3546	13396
Less : i) Finance Cost	(14610)	(13861)	(5366)	(41171)	(15985)
ii) Other Un-allocable Expenditure	(124)	(120)	(125)	(366)	(363)
Add : Unallocated Income	659	707	812	2120	2615
Total Loss Before Tax	(13638)	(10108)	(1608)	(35871)	(337)
3. Segment Assets					
a) Steel	661066	660663	661626	661066	661626
b) Iron & Steel Castings	35109	35940	35491	35109	35491
c) Others	304	300	769	304	769
d) Unallocated	9891	12396	17944	9891	17944
Total Segment Assets	706370	709299	715830	706370	715830
4. Segment Liabilities					
a) Steel	64690	62897	54670	64690	54670
b) Iron & Steel Castings	5242	5693	4652	5242	4652
c) Others	0	0	117	0	117
d) Unallocated	462128	452537	439595	462128	439595
Total Segment Liabilities	532060	521127	499034	532060	499034

Notes to Segment Information for the Quarter and Nine Months Ended 31st December, 2016 :

- As per Indian Accounting Standard 108 'Operating Segments' (Ind-AS 108), the Company has reported 'Segment Information', as described below :
 - Steel Segment is engaged in manufacture and sale of Pig Iron, Billets, Rolled Products including Alloy Steel and Sponge Iron and includes its captive power plants at its units located at Siltara, Raipur and Mining activities in the state of Chhattisgarh, Jharkhand and Maharashtra and trading of steel items.
 - Iron and Steel Castings Segment is engaged in manufacture and sale of Engineering and Automotive Castings with production facilities at Nagpur in Maharashtra and Bhilai and Anjora in Chhattisgarh.
 - Other Segment comprises of trading of Cotton Yarn, Coal & PVC pipes.

NAGPUR

10th February 2017



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