



Vardhman SPECIAL STEELS LIMITED

Regd. Office : Vardhman Premises, Chandigarh Road, LUDHIANA - 141 010

PHONES : (0161) 2228943-48 FAX : (0161) 2601048, 2222616

Ref. VSSL:SCY:NOV:2013-14

Dated: 09.11.2013

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

SUB : UN-AUDITED 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, 2013 as approved by the Board of Directors in its meeting held on 9th November, 2013.

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

Kindly note and display the notice on your notice board for the information of the members of your exchange and general public.

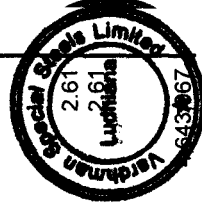
Thanking you,

Yours faithfully,

For VARDHMAN SPECIAL STEELS LIMITED

(TANU BERRY)
Company Secretary

Particulars	Quarter Ended 30-Sept, 2013	Quarter Ended 30-June, 2013	Quarter Ended 30-Sept, 2012	Half Year ended 30-Sept, 2013	Half Year ended 30-Sept, 2012	Year Ended 31st March, 2013
	Unaudited	Unaudited	Unaudited	(Unaudited)	(Unaudited)	Audited
1 Income From Operations						
a) (i) Net Sale/Income From Operations (Net of Excise Duty)	69.72	122.90	110.24	192.62	241.09	445.24
(ii) Cost of Material transferred to Rolling Mill (for Trial Run)	80.34	-	-	80.34	-	-
b) Other Operating Income	0.19	2.19	0.13	2.38	1.68	7.33
Total Income from operations (Net)	150.25	125.09	110.37	275.34	242.77	452.57
2 Expenses						
a) Cost of Materials Consumed	71.34	72.12	60.94	143.46	145.37	280.45
b) Purchase of Stocks- In Trade	-	-	0.00	-	-	-
c) Change in Inventories of Finished Goods, works-in progress and stock-in-trade	35.92	(4.08)	10.50	31.84	(1.91)	(25.48)
d) Employee Benefits Expenses	4.90	5.82	5.52	10.72	10.62	21.32
e) Depreciation and Amortisation Expense	1.01	1.00	1.01	2.01	2.01	3.98
f) Power & Fuel	15.70	17.04	15.36	32.74	34.75	68.78
g) Other Expenses	26.17	34.05	15.87	60.22	42.10	82.53
Total Expenses	155.04	125.95	109.20	280.99	232.94	431.58
Profit/(Loss) from Operations before Other	(4.79)	(0.86)	1.17	(5.65)	9.83	20.99
3 Income, Finance Costs and Exceptional Items (1-2)						
Other Income	0.05	9.10	0.13	9.15	2.15	2.45
Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)	(4.74)	8.24	1.30	3.50	11.98	23.44
6 Finance Cost	2.61	2.83	2.54	5.44	5.10	10.87
7 Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	(7.35)	5.41	(1.24)	(1.94)	6.88	12.57
8 Exceptional Items (refer note-2)	5.36	6.31	0.00	11.67	4.18	4.18
9 Profit/(Loss) from ordinary activities before Tax (7-8)	(12.71)	(0.90)	(1.24)	(13.61)	2.70	8.39
10 Tax Expense	(2.35)	(0.30)	(0.02)	(2.65)	1.33	3.54
11 Net Profit/(Loss) from ordinary activities after Tax (9-10)	(10.36)	(0.60)	(1.22)	(10.96)	1.37	4.85
12 Extraordinary Items(Net of Expense)	0.00	-	0.00	-	-	-
13 Net Profit/ Loss for the Period(11+12)	(10.36)	(0.60)	(1.22)	(10.96)	1.37	4.85
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						176.62
16 (i) Earnings Per Share (before Extraordinary Items) (in Rs.) (not annualized):						
(a) Basic	(5.58)	(0.32)	(0.66)	(5.91)	0.74	2.61
(b) Diluted	(5.58)	(0.32)	(0.66)	(5.91)	0.73	2.61
16 (ii) Earnings Per Share (after Extraordinary Items) (in Rs.) (not annualized):						
(a) Basic	(5.58)	(0.32)	(0.66)	(5.91)	0.73	2.61
(b) Diluted	(5.58)	(0.32)	(0.66)	(5.91)	0.73	2.61
A PARTICULARS OF SHARE HOLDING						
1 Public Shareholding	4,643,967	4,643,967	4,643,967	4,643,967	4,643,967	4,643,967
-Number of Shares						



Particulars	Quarter Ended 30-Sept, 2013	Quarter Ended 30-June, 2013	Quarter Ended 30-Sept, 2012	Half Year ended 30-Sept, 2013	Half Year ended 30-Sept, 2012	Year Ended 31st March, 2013
	Unaudited	Unaudited	Unaudited	(Unaudited)	(Unaudited)	Audited
2 - Percentage of Shareholding Promoters and Promoter Group Shareholding (a) Pledged/Encumbered - Number of Shares	25.03%	25.03%	25.03%	25.03%	25.03%	25.03%
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%	100.00%	100.00%	100.00%	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%
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 is re - instated as on 30th Sep 2013 and foreign exchange loss of Rs. 5.36 Crores has been provided in current quarter. As on 31st March, 2013 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 notional foreign exchange gains amounting to Rs. 2.20 Crore arising due to appreciation of rupee as on 31st March, 2013.

3. The Rolling Mill expansion project has been undergoing trial production during the quarter ended 30th Sep 2013 and has got transferred billets at cost from SMS amounting to Rs. 80.34 crores during the said period. The rolled products produced during the trial run from the said billets have been partially sold in the market and the profit element involved therein has got capitalised.

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

5. The Board of Directors has approved the above results in its meeting held on 9th November, 2013 which have been reviewed by statutory auditors as per clause 41 of Listing Agreement.

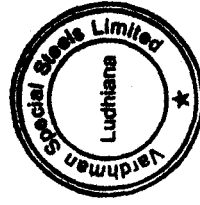
Place: Gurgaon

Date: 09.11.2013

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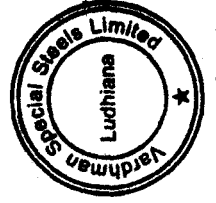
Sachit Jain

Managing director



VARDHMAN SPECIAL STEELS LTD

Regd. Office : Chandigarh Road, Ludhiana-141010



Statement of Assets & Liabilities as on 30.09.2013		(Rs. in Crores)	
Particulars	As at 30.09.2013	As at 31.03.2013	
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	18.56	18.56	
(b) Reserves and Surplus	163.01	176.62	
(c) Money received against share warrants	-	-	
(d) Equity Share Capital pending allotment	-	-	
Sub-total-Shareholders funds	181.57	195.18	
2 Share application money pending allotment	-	-	
3 Non-current liabilities			
(a) Long-term borrowings	104.31	92.65	
(b) Deferred tax liabilities (net)	3.09	3.76	
(c) Other long-term liabilities	0.11	0.16	
(d) Long-term provisions	0.47	0.48	
Sub-total-Non current liabilities	107.98	97.05	
4 Current liabilities			
(a) Short-term borrowings	158.10	214.40	
(b) Trade payables	56.27	32.99	
(c) Other current liabilities	43.54	41.57	
(d) Short-term provisions	0.95	1.74	
Sub-total-Current Liabilities	258.86	290.70	
TOTAL -EQUITY AND LIABILITIES	548.41	582.93	
B 1 Non-current assets			
(a) Fixed assets	213.11	172.59	
(b) Non current investments	32.01	28.52	
(c) Deferred tax assets (net)	-	-	
(d) Long-term loans and advances	10.36	19.96	
(e) Capital work-in-progress			
(f) Other non-current assets	2.22	1.14	
Sub-total-Non Current Assets	257.70	222.21	
2 Current assets			
(a) Current investments	20.00	93.00	
(b) Inventories	130.49	113.70	
(c) Trade receivables	111.04	102.26	
(d) Cash and cash equivalents	9.38	30.28	
(e) Short-term loans and advances	19.33	18.27	
(f) Other current assets	0.47	3.21	
Sub-total-Current Assets	290.71	360.72	
TOTAL -ASSETS	548.41	582.93	

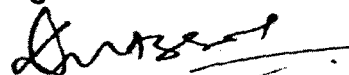
REVIEW REPORT

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, 2013 (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: Ludhiana
Dated: 09th November, 2013

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



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