



Vardhman SPECIAL STEELS LIMITED

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

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

Ref. VSSL:SCY:FEB:2013-14

Dated: 01.02.2014

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/nine months ended 31st December, 2013 as approved by the Board of Directors in its meeting held on 1st February, 2014.

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

VARDHMAN SPECIAL STEELS LIMITED
Chandigarh Road, Ludhiana-141010
Unaudited Financial Results for the Quarter and nine months ended 31st December, 2013

Particulars	Rs. in Crores					
	Quarter Ended 31- Dec 2013	Quarter Ended 30- Sept. 2013	Quarter Ended 31-Dec. 2012	Nine month ended 31st Dec. 2013	Nine month ended 31st Dec. 2012	Year Ended 31st March, 2013
1 Income From Operations	Unaudited	Unaudited	(Unaudited)	Unaudited	Unaudited	Audited
a) (i) Net Sale/Income From Operations (Net of Excise Duty)	44.00	69.72	103.71	236.62	344.80	445.24
(ii) Cost of Material transferred to Trial Run (Rolling Mill)	113.02	80.34	-	193.36	-	-
b) Other Operating Income	0.13	0.19	3.21	2.51	4.89	7.33
Total Income from operations (Net)	157.15	150.25	106.92	432.49	349.69	452.57
2 Expenses						
a) Cost of Materials Consumed	71.50	71.34	63.22	214.96	208.59	280.45
b) Purchase of Stocks- In Trade	-	-	-	-	-	-
c) Change in Inventories of Finished Goods, works -in progress and stock -in- trade	51.00	35.92	1.92	82.84	0.01	(25.48)
d) Employee Benefits Expenses	4.43	4.90	5.87	15.15	16.49	21.32
e) Depreciation and Amortisation Expense	1.00	1.01	1.01	3.01	3.02	3.98
f) Power & Fuel	16.36	15.70	15.59	49.10	50.34	68.78
g) Other Expenses	13.80	26.17	15.71	74.02	57.81	82.53
Total Expenses	158.09	155.04	103.32	439.08	336.26	431.58
3 Profit/(Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(0.94)	(4.79)	3.60	(6.59)	13.43	20.99
4 Other Income	1.57	0.05	-	10.72	2.15	2.45
5 Profit/(Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)	0.63	(4.74)	3.60	4.13	15.58	23.44
6 Finance Cost	2.40	2.61	2.14	7.84	7.24	10.87
7 Profit/(Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	(1.77)	(7.35)	1.47	(3.71)	8.34	12.57
8 Exceptional Items (refer note-2)	-	5.36	-	11.67	4.18	4.18
9 Profit/(Loss) from ordinary activities before Tax (7-8)	(1.77)	(12.71)	1.47	(15.38)	4.16	8.39
10 Tax Expense	(0.17)	(2.35)	0.67	(2.82)	2.00	3.54
11 Net Profit/(Loss) from ordinary activities after Tax (9-10)	(1.60)	(10.36)	0.80	(12.56)	2.16	4.85
12 Extraordinary Items(Net of Expense)	-	-	-	-	-	-
13 Net Profit/ Loss) for the Period (1+12)	(1.60)	(10.36)	0.80	(12.56)	2.16	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	(0.86)	(5.58)	0.43	(6.77)	1.17	2.61
(b) Diluted	(0.86)	(5.58)	0.43	(6.77)	1.17	2.61
16 (ii) Earnings Per Share (after Extraordinary Items) (in Rs) (not annualized):						
(a) Basic	(0.86)	(5.58)	0.43	(6.77)	1.17	2.61
(b) Diluted	(0.86)	(5.58)	0.43	(6.77)	1.17	2.61



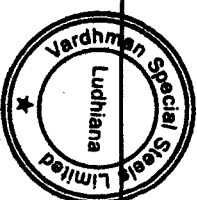
VARDHMAN SPECIAL STEELS LIMITED
Chandigarh Road, Ludhiana-141010
Unaudited Financial Results for the Quarter and nine months ended 31st December, 2013

Particulars		Quarter Ended 31- Dec 2013	Quarter Ended 30- Sept, 2013	Quarter Ended 31-Dec, 2012	Nine month ended 31st Dec,2013	Nine month ended 31st Dec,2012	Rs. In Crores Year Ended 31st March, 2013
PARTICULARS OF SHARE HOLDING		Unaudited	Unaudited	(Unaudited)	Unaudited	Unaudited	Audited
1	Public Shareholding						
	-Number of Shares	4,643,967	4,643,967	4,643,967	4,643,967	4,643,967.00	4,643,967
	- Percentage of Shareholding	25.03%	25.03%	25.03%	25.03%	25.03%	25.03%
2	Promoters and Promoter Group Shareholding						
	(a) Pledged/Encumbered						
	-Number of Shares	-	-	-	-	-	-
	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%	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 company while following the conservative approach has not provided foreign exchange gain of Rs. 1.32 crores in current quarter in respect of External Commercial Borrowing (ECB) of USD 16.66 million, hence liability has been carried at a level determined on 30th Sept, 2013. As on 31st March, 2013 the company while following the conservative approach, had carried the liability in respect of ECB at a level as determined on 30th June, 2012 and had 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 31st Dec 2013 and has got transferred billets at cost from SMS amounting to Rs. 113.02 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 loss / profit element involved therein has got capitalised. The plant has started its commercial production w.e.f 1st January, 2014.	
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 1st February, 2014 which have been reviewed by statutory auditors as per clause 41 of Listing Agreement.	

Place Gurgaon	Sd/
Date: 01.02.2014	Sachit Jain Managing director





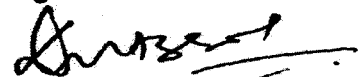
REVIEW REPORT

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 31st December, 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: 01st February, 2014

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



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