



JINDAL STAINLESS (HISAR) LIMITED

CIN: L27205HR2013PLC049963

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UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2016

Rs. in Crore except per share data

S. No.	Particulars	Unaudited for the Quarter ended
		30th June, 2016
1	Income from Operations:	
	(a) Net Sales / Income from Operations (Net of excise duty)	1,485.47
	(b) Other Operating Income	11.62
	Total Income from Operations (net) [1(a)+1(b)]	1,497.09
2	Expenses	
	(a) Cost of Material Consumed	915.62
	(b) Purchase of Stock in Trade	-
	(c) Changes in Inventories of finished goods, work in progress and stock in trade	(14.71)
	(d) Employee benefits expense	34.23
	(e) Depreciation and amortisation expense	65.82
	(f) Stores and Spares consumed	105.10
	(g) Power & Fuel	137.43
	(h) Other expenditure	81.66
	Total Expenses	1,325.15
3	Profit/(Loss) from operations before other income, finance costs and exceptional Items (1-2)	171.94
4	Other Income	6.33
5	Profit/(Loss) from Ordinary Activities before finance cost and exceptional items (3+4)	178.27
6	Finance costs	99.16
7	Profit/(Loss) from Ordinary Activities after finance cost but before exceptional items (5-6)	79.11
8	Exceptional items - Gain / (Loss) - Refer note no 7	(3.13)
9	Profit/(Loss) from Ordinary Activities before tax (7+8)	75.98
10	Tax expense	26.55
11	Net profit / (loss) from Ordinary Activities after tax (9-10)	49.43
12	Extraordinary items (net of tax)	-
13	Net profit / (loss) for the period (11-12)	49.43
14	Other Comprehensive Income (net of tax)	(0.46)
15	Total Comprehensive Income for the period (comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after tax) (13+14)	48.97
16	Paid-up Equity Share Capital (face value of Rs. 2/- each)	46.24
17	Compulsory Convertible Warrants	25.00
18.i	Earning per share (EPS) (before extraordinary items) (of Rs 2/- each)	
	a) - Basic	2.14
	b) - Diluted	2.10
	(EPS for the quarter not annualised)	
18.ii	Earning per share (EPS) (after extraordinary items) (of Rs 2/- each)	
	a) - Basic	2.14
	b) - Diluted	2.10
	(EPS for the quarter not annualised)	

Notes:

- 1 (a) These results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act 2013 and other recognized accounting practices and policies to the extent applicable.

(b) There is a possibility that these quarterly financial results along with the provisional financial statements as of and for the year ended March 31, 2016 may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.
- 2 The financial results of the company for the quarter ended 30th June, 2016 have been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on 12th August, 2016 and the limited review of the same has been carried out by the auditors.
- 3 The format for unaudited quarterly results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated 30th November 2015 has been modified to comply with requirements of SEBI's circular dated 5th July 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- 4 (a) A Composite Scheme of Arrangement (the 'Scheme') amongst Jindal Stainless Limited (JSL) and Jindal Stainless (Hisar) Limited (JSHL/the Company), Jindal United Steel Limited (JUSL) and Jindal Coke Limited (JCL) under the provisions of Section 391-394 of the Companies Act, 1956 and other applicable provisions of the Companies Act, 1956 and / or Companies Act, 2013 was 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 w.e.f. 'Appointed Date 1' specified in the Scheme for Section I and II i.e. close of business hours before midnight of 31st March 2014; accordingly the same was given effect to in the financial statements (Post Scheme) for the year ended 31st March 2015.
In view of above, comparative figures for the quarter ending 30th June 2015 are not available, hence not given.

(b) The necessary steps and formalities in respect of completion of transfer of and vesting in the properties, licenses, approvals and investments etc. in favour of the Company in terms of the Scheme are under implementation. Further, transfer of Mining rights in favour of the Company is subject to necessary regulatory approvals and compliance of certain conditions as may be prescribed under the Mines and Minerals (Development and Regulation) Amendment Act, 2016. Accordingly, pending transfer of Mining Rights, the mining activities continue to be carried on by JSL and thus to that extent w.e.f 1st Nov 2015 associated liabilities, assets (excluding fixed assets), revenue and net profit before tax for the period from 1st November 2015 till 30th June 2016 of Rs. 18.98 Crore (including Rs. 9.24 Crore for the current quarter) are recorded in the books of JSL.

(c) As prescribed by the Scheme, JSL was required to issue and allot equity shares to the Company for an amount of Rs. 366.19 Crore (being the amount due and payable by JSL to the Company as receivables due to the Company from JSL) at a price to be determined in accordance with Chapter VII of SEBI (ICDR) Regulations, 2009, Accordingly JSL on 3rd July, 2016 has allotted 16,82,84,309 nos. fully paid up equity shares of Rs. 2 each against stated amount. Accordingly, the Company now holds 42.13% in the equity share capital of JSL.
- 5 On 30th March, 2016, the Company had issued and allotted 12,50,00,000 number Compulsory Convertible Warrants (CCW) of Rs.2/- each to promoter group entities on preferential basis. The CCW are convertible into equity shares at any time after 5 months but not later than 18 months from the date of allotment of CCW at a price to be determined in accordance with the pricing formula provided under Chapter VII of the ICDR Regulations and computed on the relevant date i.e. thirty days prior to the date on which the allottee(s) will become entitled to apply for equity shares. Accordingly on receipt of necessary approvals, the Company has fixed Rs. 52.64 as issue price of each equity shares to be issued on conversion of above stated CCW and on such conversion, 47,49,240 nos. fully paid up equity shares of Rs. 2 each will be allotted against stated amount.
- 6 Pursuant to the sanctioning of credit facilities (including Working Capital), the Company, as on date, has paid part consideration of Rs. 2592.67 Crore to JSL, out of total consideration of Rs. 2,600 Crore, as per Section II of the Scheme. The balance amount is expected to be paid shortly.
- 7 Exceptional Item for the quarter includes Rs. 7.13 Crore on account of net foreign exchange gain (net of loss on forward cover cancellations) and Rs. 10.26 Crore on account of provision against overdue receivables.
- 8 As the company's business activity falls within a single primary business segment viz. 'stainless steel', the disclosure requirement of Ind AS 108 is not applicable.

By Order of the Board of Directors
For **Jindal Stainless (Hisar) Limited**

Place: New Delhi
Date: 12th Aug, 2016

Ashok Kumar Gupta
Whole Time Director