



Vardhman

VARDHMAN SPECIAL STEELS LIMITED

Delivering Excellence. Since 1965.

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Ref. VSSL:SCY:OCT:2021-22

Dated: 25.10.2021

BSE Limited, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, MUMBAI-400001. Scrip Code: 534392	The National Stock Exchange of India Ltd, Exchange Plaza, Bandra-Kurla Complex, Bandra (East), MUMBAI-400 051 Scrip Code: VSSL
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SUB: COMPLIANCE OF REGULATION 30 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015.

Dear Sir,

Pursuant to the provisions of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, please find enclosed herewith Media Release on financial results of the Company for the quarter/ half-year ended 30th September, 2021.

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


(SONAM TANEJA)
Company Secretary

YARNS | FABRICS | THREADS | GARMENTS | FIBRES | STEELS

PAN NO.: AADCV4812B CIN: L27100PB2010PLC033930
WWW.VARDHMANSTEEL.COM

Media Release

Q2 FY22 volumes at 43,283 MT

H1 FY22 volumes at 86,988 MT

H1 FY22 Revenue from Operations at Rs. 665.79 Crore

H1 FY22 EBITDA (including other income) at Rs. 102.25 Crore

H1 FY22 Profit at Rs. 52.09 Crore

EBITDA per Ton for the quarter was Rs. 11,216

25th October 2021, Ludhiana, Punjab: Vardhman Special Steels Limited (BSE: 534392. NSE: VSSL), Amongst India's leading producers of special steels catering to diverse sectors of automotive, engineering, tractor, bearing & allied industries, has announced its unaudited financial results for the second quarter and half-year ended 30th September 2021 in the Board meeting held on 25th October 2021.

Key Financial Highlight (Rs. Crore): -

Particulars	Q2 FY22	Q2 FY21	Y-o-Y	Q1 FY22	H1 FY22	H1 FY21	Y-o-Y
Sales Volume (tonnes)	43,283	43,986	(1.60%)	43,705	86,988	56,473	54.03%
Revenue from Operations	335.65	247.09	35.84%	330.14	665.79	314.95	111.40%
EBIDTA*	48.55	26.67	82.00%	53.71	102.25	19.00	438.32%
PAT	24.29	8.94	171.72%	27.80	52.09	(3.83)	1458.62%
Basic EPS (Rs.) #	6.00	2.21	171.49%	6.86	12.86	(-0.95)	1453.68%

*including other income; #On 4th November 2019, the Company allotted 46,29,629 equity shares on preferential basis of Rs.10 each at Rs. 108/- (including security premium of Rs. 98 each) aggregating to Rs. 50 Crore to Aichi Steel Corporation (ASC)

Performance Highlights: -

For the quarter ended September 30th, 2021:

- The volumes for the quarter stood at **43,283 tonnes** as against 43,986 tonnes in Q2 FY21
- **Revenue from Operations stood at Rs. 335.65 crore** in Q2 FY22, as against Rs. 247.09 crore in Q2 FY21, growth of **35.84%** mainly on account of higher sales realizations
- **EBITDA (including other income) for the quarter was Rs. 48.55 crore** as against Rs. 26.67 crore in Q2 FY21, increase of **82.00%**, mainly due to increase in sales prices and cost saving initiatives



- **EBITDA per Ton for the quarter was Rs. 11,216** as against Rs. 6,064 in Q2 FY21
- **Q2 FY22 Profit stood at Rs. 24.29 crore** as against profit of Rs. 8.94 crore in Q2 FY21, increase of **171.72%**

For half-year ended September 30th, 2021:

- The volumes stood at **86,988 tonnes** as against 56,473 tonnes in H1 FY21
- **Revenue from Operations stood at Rs. 665.79 crore** in H1 FY22, as against Rs. 314.95 crore in H1 FY21, growth of **111.40%** mainly on account of higher sales volumes coupled with better realizations. Also, H1 FY21 volumes were affected due to COVID related lockdown
- **EBITDA (including other income) was at Rs. 102.25 crore** as against Rs. 19.00 crore in H1 FY21, increase of **438.32%**, due to increase in sales volumes, price increases, better realizations and higher operational efficiencies
- **EBITDA per Ton for half year was Rs. 11,755** as against Rs. 3,364 in H1 FY21
- **H1 FY22 Profit stood at Rs. 52.09 crore** as against loss of Rs. 3.83 crore in H1 FY21, increase of **1458.62%**

Management Comment:

Commenting on the result, **Mr Sachit Jain, Vice Chairman & Managing Director, Vardhman Special Steels Ltd.** said,

"I am happy to say during this quarter, our sales volumes stood at 43,283 tonnes with a revenue of Rs. 335.65 crore and EBIDTA of Rs. 48.55 crore, YoY increase of 35.84% and 82.00% respectively.

As I have mentioned earlier as well about our furnace planned shutdown in November because of which we have high inventory levels which will rationalize by financial year end. We are very well prepared for this shutdown in advance, and it will not affect our business in any manner. Although, we might have to outsource procurement of billets in case of excess demand.

Overall, we remain focused on creating value for our stakeholders and managing the business for the long term to transform our business and our ways of working. I am thankful to the entire team at Vardhman for overcoming gripping uncertainties and delivering good results."

About Vardhman Special Steels Limited:

Incorporated in May 2010 as a Public Limited Company, Vardhman Special Steels Limited (VSSL) was vested with steel business undertaking of the parent company Vardhman Textiles Limited in 2011, pursuant to Scheme of Arrangement & Demerger.



Headquartered in Ludhiana, Punjab, VSSL is one of India's leading producers of special steels, catering to diverse requirements of Automotive, Engineering, Tractors, Bearing and Allied Industries. The Company also takes care of steel requirements of select customers for forging applications in international markets of Thailand, Taiwan, Turkey, Italy, Russia, Germany, Vietnam and Japan.

The Company's manufacturing facilities incorporate the latest cutting-edge manufacturing technology, ensuring highest levels of quality and compliance. VSSL's varied product suite comprises of billets, steel bars and rods and bright bars of various categories of special and alloy steels.

Leveraging on state-of-the-art manufacturing facilities and vast experience in the domain, the Company has developed long term relationships with reputed and renowned customers globally, which include corporations such as Toyota, Maruti, Hyundai, Hero Moto Corp, Caterpillar, Hino Motors and Bajaj, among others.

For more details, please visit: www.vardhmansteel.com

For any Investor Relations query, please contact:

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Caution Concerning Forward- Looking Statements:

This document includes certain forward-looking statements. These statements are based on management's current expectations or beliefs and are subject to uncertainty and changes in circumstances. Actual results may vary materially from those expressed or implied by the statements herein due to changes in economic, business, competitive, technological and/or regulatory factors. The Company is under no obligation to, and expressly disclaims any such obligation to, update or alter its forward-looking statements, whether as a result of new information, future events, or otherwise.