



Vardhman

Delivering Excellence. Since 1965.

VARDHMAN SPECIAL STEELS LIMITED

CHANDIGARH ROAD
LUDHIANA-141010, PUNJAB
T: +91-161-2228943-48
F: +91-161-2601048, 2222616, 2601040
E: secretarial.lud@vardhman.com

Ref. VSSL:SCY:NOV:2023-24

Dated: 07.11.2023

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
---	--

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, 2023.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For VARDHMAN SPECIAL STEELS LIMITED

(SONAM DHINGRA)
Company Secretary

YARNS | FABRICS | THREADS | GARMENTS | FIBRES | **STEELS**

PAN NO.: AADCV4812B CIN: L27109PB2010PLC033930
WWW.VARDHMANSTEEL.COM

Media Release

H1 FY24 volumes at 96,469 MT

H1 FY24 Revenue from Operations at Rs. 824.55 Crore, YoY decrease of 9.62%

H1 FY24 EBITDA (including other income) at Rs. 73.22 Crore, YoY decrease of 27.27%

H1 FY24 PAT at Rs. 37.03 Crore, YoY decrease of 36.49%

The Company paid a Dividend of Rs. 2 per equity share after Shareholder's approval

07th November 2023, Ludhiana, Punjab: Vardhman Special Steels Limited (BSE: 534392. NSE: VSLL), 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 quarter and half year ended September 30th, 2023 in the Board meeting held on 7th November, 2023.

Key Financial Highlight (Rs. Crore): -

Particulars	Q2 FY24	Q2 FY23	Y-o-Y	Q1 FY24	H1 FY24	H1 FY23	Y-o-Y
Sales Volume (tonnes)	49,034	50,961	(3.78)%	47,435	96,469	1,03,225	(6.54)%
Revenue from Operations	415.19	443.16	(6.31)%	409.36	824.55	912.33	(9.62)%
EBIDTA*	36.75	49.05	(25.09)%	36.47	73.22	100.67	(27.27)%
PAT	18.46	28.01	(34.10)%	18.57	37.03	58.31	(36.49)%
Basic EPS** (Rs.)	2.27	3.45	(34.20)%	2.29	4.56	7.19	(36.58)%

*including other income; ** Issued Bonus shares in the ratio 1:1, EPS has been adjusted for previous periods accordingly in accordance with Ind AS 33

Performance Highlights: -

For the quarter ended September 30th, 2023:

- The **volumes for the quarter** stood at **49,034 tonnes** as against 50,961 tonnes in Q2 FY23 – YoY decrease of **3.78%**.
- **Revenue from Operations** stood at **Rs. 415.19 crore** in Q2 FY24, as against Rs. 443.16 crore in Q2 FY23, a decrease of **6.31%** Y-o-Y, mainly on account of price reduction from OEMs and lower volumes by 3.78%.
- **EBITDA (including other income) for the quarter** was **Rs. 36.75 crore** as against Rs. 49.05 crore in Q2 FY23, a decrease of **25.09%** mainly due to decrease in revenue, increase in other expenses (spares & store consumables) and higher job work done from outside due to rolling



mill shutdown in the month of July'23. Apart from this, other income was higher in Q2 FY23 as compared to Q2 FY24 due to booking of GST refund amounting to Rs 9.41 crores for the period Sep'19 to Mar'20 & FY22

- **EBITDA per Ton** for the quarter was **Rs. 7,494**
- **Q2 FY24 PAT stood at Rs. 18.46 crore** as against PAT of Rs. 28.01 crore in Q2 FY23, decrease of **34.10%**
- **EPS for the quarter** stood at **Rs. 2.27** vs Rs. 3.45 in Q2 FY23

The shareholders have approved, the Board recommended dividend of Rs. 2 per fully paid equity share, in the Annual General Meeting of the Company held on 27 September 2023 amounting to Rs.1,625.10 lakhs and had been paid to shareholders on 29 September 2023

For Half year ended September 30th, 2023:

- The **volumes for the half year** stood at **96,469 tonnes** as against 1,03,225 tonnes in H1 FY23 – YoY decrease of **6.54%**.
- **Revenue from Operations stood at Rs. 824.55 crore** in H1 FY24, as against Rs. 912.33 crore in H1 FY23, a decrease of **9.62%** Y-o-Y, mainly on account of lower sales volumes and price reduction from OEMs.
- **EBITDA (including other income) for H1 FY24 was Rs. 73.22 crore** as against Rs. 100.67 crore in H1 FY23, a decrease of **27.27%** mainly due to decrease in revenue, increase in other expenses (spares & store consumables). Apart from this, other income was higher in H1 FY23 as compared to H1 FY24 due to booking of GST refund amounting to Rs 9.41 crores for the period Sep'19 to Mar'20 & FY22
- **EBITDA per Ton** for H1 FY24 was **Rs. 7,590**
- **H1 FY24 PAT stood at Rs. 37.03 crore** as against PAT of Rs. 58.31 crore in H1 FY23, decrease of **36.49%** mainly due to decline in revenue and EBITDA (impact of other income)
- **EPS for H1 FY24** stood at **Rs. 4.56** vs Rs. 7.19 in H1 FY23

Management Comment:

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

“During the first half of this financial year our revenue declined by ~10% and EBITDA by ~27% YoY. This is mainly due to price reductions from OEMs, lower volumes and higher other expenses. Moreover, lower other income from Government incentives compared to last year also impacted profitability. We



undertook a planned shutdown for our rolling mill to change the refractory lining of the reheating furnace.

On capacity expansion, the Board approved a Capex of Rs. 160 crores. This investment is directed towards increasing the capacity of our rolling mill, which is a strategic move to support our growth plans and meet the demands of the domestic as well as export markets.

I would like to express my gratitude towards our dedicated employees, partners and stakeholders. We continuously strive to keep up the momentum of efforts and hard work and keep performing as per stated targets.”

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, Bearings 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:

<p>Mr. Sanjeev Singla Vardhman Special Steels Limited Email: sanjeevsingla@vardhman.com</p>	<p>Mr. Amit Sharma / Ms. Disha Shah Adfactors PR Pvt. Ltd Email: amit.sharma@adfactorspr.com / disha.shah@adfactorspr.com</p>
---	--

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.