



S.A.L. STEEL LIMITED

Admn. Office :

Shah Alloys Corporate House,
Sola - Kalol Road, Santej, Ta. Kalol,
Dist. Gandhinagar- 382721
Phone : 02764 - 661100
Fax : 02764 - 661110

Regd. Office :

5/1, Shreeji House,
5th Floor, B/h. M.J. Library,
Ashram Road,
Ahmedabad - 380 006.

Ref. No. :**February 3, 2016**

To,
The Department of Corporate Services
Bombay Stock Exchange Ltd.
25th Floor, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

To,
The Manager [Listing]
National Stock Exchange of India Ltd
"Exchange Plaza", C-1, Block-G,
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

BSE Scrip Code: 532604**NSE Symbol: SALSTEEL**

Sub: Board Meeting for considering Unaudited Financial Results for the Quarter Ended on 31.12.2015

With reference to above, kindly be informed that the Board of Directors of the company in its meeting held today have considered the Unaudited Quarterly Results along with Limited Review Report for the quarter ended on 31.12.2015, copy of approved results along with Limited Review Report is enclosed for ready reference.

Kindly take the above on your record.

Thanking you,

Yours faithfully,

For, **S.A.L. Steel Ltd**

Nirajam
Company Secretary

Encl: a/a

S.A.L. STEEL LIMITED

Regd. Office: 5/1, Shreeji House, 5th Floor, Behind M. J. Library, Ashram Road, Ahmedabad - 380006.
Unaudited Financial Results for the Quarter ended on 31st December 2015

| Sr. No. | Particulars | Quarter Ended | | | | Nine Month Ended | | Year ended | |
|---------|--|-----------------|-----------------|-----------------|-------------------|-------------------|-------------------|-------------|-----------|
| | | 31-12-2015 | | 30-09-2015 | | 31-12-2015 | | 31-12-2014 | |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Income from Operations | | | | | | | | |
| a | Net Sales/ Income from operations | 9,156.99 | 7,139.98 | 9,206.63 | 26,287.89 | 27,161.72 | 36,538.93 | | |
| b | Other Operating Income | 21.22 | 8.99 | 10.53 | 38.71 | 41.42 | 65.16 | | |
| 2 | Total Income from Operations (net) | 9,178.21 | 7,148.97 | 9,217.16 | 26,326.60 | 27,203.14 | 36,604.09 | | |
| | Expenses | | | | | | | | |
| a | Cost of Materials consumed | 6,397.04 | 4,799.57 | 6,533.12 | 17,933.61 | 19,895.23 | 25,995.64 | | |
| b | Purchase of stock-in-trade | - | - | - | - | 301.13 | 301.13 | | |
| c | Changes in inventories of finished goods, work-in-progress and stock-in-trade | (79.11) | 96.51 | 207.73 | (130.25) | 474.13 | 621.02 | | |
| d | Employee benefits expense | 269.84 | 256.88 | 262.95 | 797.64 | 734.04 | 1,026.90 | | |
| e | Depreciation and amortisation expenses | 195.18 | 212.17 | 281.74 | 619.92 | 853.65 | 874.02 | | |
| f | Consumption of stores & Spares | 230.72 | 421.83 | 219.10 | 1,276.32 | 570.44 | 972.10 | | |
| g | Power Cost and cost of power generation | 1,030.29 | 1,031.48 | 943.75 | 2,833.57 | 2,346.49 | 3,455.70 | | |
| h | Other Expenses | 522.84 | 311.41 | 369.19 | 1,721.99 | 1,298.70 | 1,556.87 | | |
| 3 | Total Expenses | 8,566.80 | 7,129.85 | 8,817.58 | 25,052.80 | 26,473.81 | 34,803.38 | | |
| | Profit/ (Loss) from operations before other income, finance costs and exceptional items(1-2) | 611.41 | 19.12 | 399.58 | 1,273.80 | 729.33 | 1,800.71 | | |
| 4 | Other Income | - | - | - | - | - | - | | |
| 5 | Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+/-4) | 611.41 | 19.12 | 399.58 | 1,273.80 | 729.33 | 1,800.71 | | |
| 6 | Finance Costs | 81.51 | 419.51 | 723.91 | 1,238.37 | 2,262.36 | 2,991.74 | | |
| 7 | Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5+/-6) | 529.90 | (400.39) | (324.33) | 35.43 | (1,533.03) | (1,191.03) | | |
| 8 | Exceptional items | - | - | - | 1,340.88 | - | - | | |
| 9 | Profit / (Loss) from ordinary activities before tax (7-8) | 529.90 | (400.39) | (324.33) | (1,305.45) | (1,533.03) | (1,191.03) | | |
| 10 | Tax Expenses | - | - | (11.36) | - | (223.33) | 1,643.88 | | |
| 11 | Net Profit/ (Loss) from ordinary activities after tax (9-10) | 529.90 | (400.39) | (312.97) | (1,305.45) | (1,309.70) | (2,834.91) | | |
| 12 | Extraordinary items | - | - | - | - | - | 4,748.71 | | |
| 13 | Net Profit/ (Loss) for the period (11-12) | 529.90 | (400.39) | (312.97) | (1,305.45) | (1,309.70) | (7,583.62) | | |
| 14 | Paid-up Equity Share Capital (Face Value of ₹ 10/- each per share) | 8,496.67 | 8,496.67 | 8,496.67 | 8,496.67 | 8,496.67 | 8,496.67 | | |
| 15 | Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year | - | - | - | - | - | -9,129.54 | | |
| 16 | Earnings per share : | | | | | | | | |
| i | (a) Basic and Diluted EPS before extraordinary items (not annualised) | 0.62 | (0.47) | (0.37) | (1.54) | (1.54) | -3.34 | | |
| | b) Basic and Diluted EPS after extraordinary items (not annualised) | 0.62 | (0.47) | (0.37) | (1.54) | (1.54) | -8.93 | | |

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 03rd Feb 2016.
- 2 The un-audited financial results of the Company has been reviewed by the Statutory Auditors of the Company.
- 3 Previous period figures have been regrouped and/ or rearranges wherever necessary to make their classification comparable with the current period.
- 4 The Company is manufacturing Ferro Alloys & Sponge Iron, which is basically used in Iron & Steel Industry. Further power generated in the company in its power plant is used for captive as well as trading purpose. In view of this, the company has to consider "Iron & Steel" and "Power" as Primary Reportable business segment, as per Accounting Standard -17, Segment Reporting issued by The Institute of Chartered Accountants of India. However, due to substantial competition, risk, on-going position of Company and largely in the interest of the Company as well as interest of the stake holders involved, the management has not made disclosure of Primary Reportable segment as per Accounting Standard -17. Further, in view of the fact that the Company has its business within the geographical territory of India, Company has considered "INDIAN GEOGRAPHY" as the only secondary reportable business segment, as per the Accounting Standard 17 issued by the Institute of Chartered Accountants of India.
- 5 State Bank of Hyderabad (SBH), Union Bank of India (UBI) and State Bank of India (SBI) have assigned total debts due from the company alongwith financial documents, rights, benefits and obligations in favour of Invent Assets Securitization and Reconstruction Private Limited on 1st July, 2015, 3rd July 2015 and 30th October, 2015 respectively and accordingly, the Company has stopped providing interest on the borrowing of these banks.
- 6 The company has accumulated losses and its net-worth has been fully eroded. However, this financial results of the Company have been prepared on a going concern basis as the Company has approached to Board for Industrial and Financial restructuring (BIFR) for the revival of the Company.

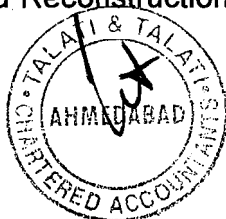
For S.A.L. Steel Limited



Rajendra V. Shah
Chairman

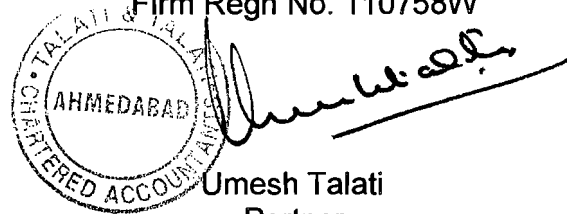
Place: Santej

Date: 03rd February, 2016



Based on our review conducted as above, subject to the issues as stated above nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards issued under Companies (Accounting Standards) Rules, 2006 which continue to apply as per section 133 of The Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and, other recognized accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations 2015 , including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Talati & Talati
Chartered Accountants
Firm Regn No. 110758W



Umesh Talati
Partner
Mem. No. 034834

Place: Ahmedabad
Date: 3rd February 2016