



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. :**Date : 6th November, 2015**

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 30.09.2015

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 30.09.2015, 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**

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 30th September 2015

PART - I		(Amount in ₹ Lakhs except share data)					
Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year ended
		30/09/2015	30-06-2015	30/09/2014	30/09/2015	30/09/2014	31-03-2015
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income from Operations:						
a	Net Sales/ Income from operations	7139.98	9990.92	8329.66	17130.90	17955.09	36538.93
b	Other Operating Income	8.99	8.50	27.05	17.49	30.89	65.16
	Total Income from Operations (net)	7148.97	9999.42	8356.71	17148.39	17985.98	36604.09
2	Expenses						
a	Cost of Materials consumed	4799.57	6736.99	5681.56	11536.57	13362.11	25995.64
b	Purchase of stock-in-trade	0.00	0.00	240.98	0.00	301.13	301.13
c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	96.51	(147.64)	354.30	(51.14)	266.40	621.02
d	Employee benefits expense	256.88	270.91	235.95	527.79	471.09	1026.90
e	Depreciation and amortisation expenses	212.17	212.56	276.92	424.74	571.91	874.02
f	Consumption of stores & Spares	421.83	623.77	199.50	1045.60	351.34	972.10
g	Power Cost and cost of power generation	1031.48	771.81	659.65	1803.28	1402.74	3455.70
h	Other Expenses	311.41	887.74	449.25	1199.15	906.11	1556.87
	Total Expenses	7129.85	9356.14	8098.11	16485.99	17632.83	34803.38
3	Profit/ (Loss) from operations before other income, finance costs and exceptional items(1-2)	19.12	643.28	258.60	662.40	353.15	1800.71
4	Other Income	0.00	0.00	0.00	0.00	0.00	0.00
5	Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4)	19.12	643.28	258.60	662.40	353.15	1800.71
6	Finance Costs	419.51	737.35	799.42	1156.86	1561.85	2991.74
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(400.39)	(94.07)	(540.82)	(494.46)	(1208.70)	(1191.03)
8	Exceptional items	0.00	1340.88	0.00	1340.88	0.00	0.00
9	Profit / (Loss) from ordinary activities before tax (7-8)	(400.39)	(1434.95)	(540.82)	(1835.34)	(1208.70)	(1191.03)
10	Deferred Tax Expenses	0.00	0.00	(84.45)	0.00	(211.97)	1643.88
11	Net Profit/ (Loss) from ordinary activities after tax (9-10)	(400.39)	(1434.95)	(456.37)	(1835.34)	(996.73)	(2834.91)
12	Extraordinary items	0.00	0.00	0.00	0.00	0.00	4748.71
13	Net Profit/ (Loss) for the period (11-12)	(400.39)	(1434.95)	(456.37)	(1835.34)	(996.73)	(7583.62)
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)	(0.47)	(1.69)	(0.54)	(2.16)	-4.17	-3.34
	b) Basic and Diluted EPS after extraordinary items (not annualised)	(0.47)	(1.69)	(0.54)	(2.16)	-4.17	-8.93

PART - II

SELECT INFORMATION FOR THE QUARTER ENDED ON 30.09.2015

A	PARTICULARS OF SHAREHOLDING	Quarter Ended			Half Year Ended		Year ended
		30/09/2015	30-06-2015	30/09/2014	30/09/2015	30/09/2014	31-Mar-15
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Public Shareholding						
	- Number of Shares	4,20,06,811	4,20,06,811	4,20,06,811	4,20,06,811	4,20,06,811	4,20,06,811
	- Percentage of shares	49.44%	49.44%	49.44%	49.44%	49.44%	49.44%
2	Promoters and Promoter Group Shareholding						
a)	Pledged/ Encumbered						
	- Number of Shares	4,29,59,889	4,29,59,889	4,29,59,889	4,29,59,889	4,29,59,889	4,29,59,889
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of share (as a % of the total Share Capital of the Company)	50.56%	50.56%	50.56%	50.56%	50.56%	50.56%
b)	Non-encumbered						
	- Number of Shares	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of the promoter and promoter group)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	- Percentage of share (as a % of the total Share Capital of the Company)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

B	Particulars	Quarter ended
	INVESTOR COMPLAINTS	30/09/2015
	Pending at the beginning of the Quarter	0
	Received during the quarter	7
	Disposd of during the quarter	7
	Remaining unresolved at the end of the quarter	0

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by Board of Directors in its meeting held on 06th November 2015.
- 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) and Union Bank of India (UBI) 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 and 3rd July 2015 respectively and accordingly, the Company has stopped providing interest on the borrowing.
- 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.
- 7 The statement of Assets and Liabilities as at 30th September 2015

Sr No.	Particulars	(Amount in ₹ Lakhs)	
		As at	As at
		30.09.2015	31.03.2015
		Un Audited	Audited
A EQUITY AND LIABILITIES:			
1	Shareholders' Funds		
	(a) Share Capital	8,496.67	8,496.67
	(b) Reserves and Surplus	-10,964.89	-9,129.54
	(c) Money received against share warrants	0.00	0.00
	Sub-total - Shareholders' funds	-2,468.22	-632.87
2	Non- Current Liabilities		
	(a) Long-term borrowings	693.55	1,513.55
	(b) Deferred tax liabilities (net)	0.00	0.00
	(c) Other Long-term liabilities	44.05	700.00
	(d) Long Term provisions	76.36	66.08
	Sub-total - Non- Current Liabilities (I)	813.96	2,279.63
3	Current Liabilities		
	(a) Short term borrowings	7,555.15	7,675.15
	(b) Trade payables	1,875.95	2,739.90
	(c) Other current liabilities	18,032.89	16,739.35
	(d) Short term provisions	48.75	67.09
	Sub-total - Current Liabilities (II)	27,512.74	27,221.49
	TOTAL - EQUITY AND LIABILITIES (I + II)	25,858.48	28,868.25
B ASSETS:			
1	Non- Current Assets		
	(a) Fixed Assets	18,552.32	20,322.68
	(b) Non- Current investments	0.00	0.00
	(c) Long Term loans and advances	891.97	2,686.86
	(d) Other non- current assets	0.00	0.00
	Sub-total - Non- Current Assets (III)	19,444.29	23,009.54
2	Current Assets		
	(a) Inventories	2,767.87	3,166.21
	(b) Trade receivables	2,439.43	1,295.77
	(c) Cash and cash equivalents	85.22	130.62
	(d) Short-term loans and advances	1,121.67	1,266.11
	(e) Other current assets	0.00	0.00
	Sub-total - Current Assets (IV)	6,414.19	5,858.71
	TOTAL - ASSETS (III + IV)	25,858.48	28,868.25

Place Santej
Date: 06th November 2015

For S.A.L. Steel Limited


Rajendra V. Shah
Chairman



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Chartered Accountants

Limited Review Report

Review Report to
The Board of Directors
SAL Steel Limited

We have reviewed the accompanying statement of unaudited financial results of SAL Steel Limited ('the company') for the period ended 30th September 2015 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. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

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 results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

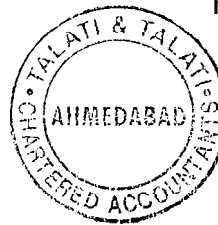
Without qualifying our report, we draw your attention to the following matters:

- 1) Note 4 to the financial results which describes for the Non disclosure of Reportable Segments as required under Accounting Standard - 17 'Segment Reporting, there is no impact on the Financial Results due to non disclosure.
- 2) For the period ended 30th September 2015, the Company has accumulated losses and its net worth has been fully eroded. The Financial results indicate that the Company has incurred a net loss during the current and previous period. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial results of the Company have been prepared on a going concern basis for the reasons stated in Note 6 to the financial results.
- 3) Assignment of dues for various facilities provided to the company by banks to Invent Assets Securitization and Reconstruction Private Limited as per Note 5 to the Financial Results.



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 Clause 41 of the Listing Agreement 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



A handwritten signature in black ink, appearing to read "Umesh Talati".

Umesh Talati
Partner
Mem. No.034834

Place: Ahmedabad
Date: 6th November 2015