



# WALCHANDNAGAR INDUSTRIES LTD.

Regd. Office : 3 Walchand Terraces, Tardeo Road, Mumbai - 400 034

Seth WALCHAND HIRACHAND



Visionary Industrialist & Our Founder

## STATEMENT OF AUDITED RESULTS FOR THE QUARTER ENDED 31/03/2013

(₹ in Lakhs)

PART I

| Particulars   | Quarter ended 31/03/2013 | Quarter ended 31/12/2012 | Quarter ended 31/03/2012 | Half Year ended 31/03/2013 | Half Year ended 31/03/2012 | Year ended 30/09/2012 |
|---|--------------------------|--------------------------|--------------------------|----------------------------|----------------------------|-----------------------|
|   | (Audited)                | (Unaudited)              | (Unaudited)              | (Audited)                  | (Unaudited)                | (Audited)             |
| <b>1 Income from operations</b>   |                          |                          |                          |                            |                            |                       |
| a) Net sales/income from operations (Net of excise duty)  | 15,745                   | 16,468                   | 21,922                   | 32,213                     | 40,551                     | 87,796                |
| b) Other operating income   | 391                      | 36                       | 14                       | 427                        | 727                        | 1,315                 |
| <b>Total income from operations (net)</b>   | <b>16,136</b>            | <b>16,504</b>            | <b>21,936</b>            | <b>32,640</b>              | <b>41,278</b>              | <b>89,111</b>         |
| <b>2 Expenses</b>   |                          |                          |                          |                            |                            |                       |
| a) Cost of materials consumed   | 11,916                   | 13,684                   | 13,958                   | 25,600                     | 28,182                     | 62,667                |
| b) Purchases of stock-in-trade  | -                        | -                        | -                        | -                          | -                          | -                     |
| c) Changes in inventories of finished goods, work-in-progress & stock-in-trade  | (110)                    | (1,938)                  | 939                      | (2,048)                    | 513                        | (1,903)               |
| d) Employee benefits expense  | 2,407                    | 2,467                    | 2,418                    | 4,874                      | 4,612                      | 9,368                 |
| e) Depreciation and amortization expense  | 443                      | 455                      | 431                      | 898                        | 859                        | 1,798                 |
| f) Other expenses   | 3,590                    | 3,052                    | 2,607                    | 6,642                      | 4,975                      | 11,556                |
| <b>Total Expenses</b>   | <b>18,246</b>            | <b>17,720</b>            | <b>20,353</b>            | <b>35,966</b>              | <b>39,141</b>              | <b>83,486</b>         |
| <b>3 Profit / (Loss) from operations before other income, finance costs and exceptional items(1-2)</b>                                      | <b>(2,110)</b>           | <b>(1,216)</b>           | <b>1,583</b>             | <b>(3,326)</b>             | <b>2,137</b>               | <b>5,625</b>          |
| 4 Other income  | 15                       | 49                       | 29                       | 64                         | 42                         | 135                   |
| <b>5 Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 +/- 4)</b>                                      | <b>(2,095)</b>           | <b>(1,167)</b>           | <b>1,612</b>             | <b>(3,262)</b>             | <b>2,179</b>               | <b>5,760</b>          |
| 6 Finance Costs   | 815                      | 1,107                    | 669                      | 1,922                      | 1,147                      | 2,862                 |
| <b>7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items &amp; foreign exchange fluctuation (5+6)</b> | <b>(2,910)</b>           | <b>(2,274)</b>           | <b>943</b>               | <b>(5,184)</b>             | <b>1,032</b>               | <b>2,898</b>          |
| 8 Exchange Currency Fluctuation Gain/(Loss)   | (21)                     | (242)                    | 300                      | (263)                      | (657)                      | (678)                 |
| 9 Exceptional items (refer note no. 4)  | 2,447                    | -                        | (529)                    | 2,447                      | (529)                      | (529)                 |
| <b>10 Profit / (Loss) from ordinary activities before tax (7+8+9)</b>   | <b>(484)</b>             | <b>(2,516)</b>           | <b>714</b>               | <b>(3,000)</b>             | <b>(154)</b>               | <b>1,691</b>          |
| 11 Tax Expense  | (175)                    | (824)                    | 220                      | (999)                      | (40)                       | 478                   |
| <b>12 Net Profit / (Loss) from ordinary activities after tax (9 +/- 10)</b>   | <b>(309)</b>             | <b>(1,692)</b>           | <b>494</b>               | <b>(2,001)</b>             | <b>(114)</b>               | <b>1,213</b>          |
| 13 Extraordinary items (net of tax expense) Nil Lakhs   | -                        | -                        | -                        | -                          | -                          | -                     |
| <b>14 Net Profit/(Loss) for the period (11 +/- 12)</b>  | <b>(309)</b>             | <b>(1,692)</b>           | <b>494</b>               | <b>(2,001)</b>             | <b>(114)</b>               | <b>1,213</b>          |
| 15 Paid-up equity share capital (Face Value of Rs.2/- each)   | 761                      | 761                      | 761                      | 761                        | 761                        | 761                   |
| 16 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year  | NA                       | NA                       | NA                       | NA                         | NA                         | 23,459                |
| 17 Earnings per share (before & after extraordinary items) (of Rs.2/- each) (not annualized):   |                          |                          |                          |                            |                            |                       |
| a) Basic  | (0.81)                   | (4.44)                   | 1.30                     | (5.26)                     | (0.30)                     | 3.19                  |
| b) Diluted  | (0.81)                   | (4.44)                   | 1.30                     | (5.26)                     | (0.30)                     | 3.19                  |

| Particulars  | Quarter ended 31/03/2013 | Quarter ended 31/12/2012 | Quarter ended 31/03/2012 | Half Year ended 31/03/2013 | Half Year ended 31/03/2012 | Year ended 30/09/2012 |
|--|--------------------------|--------------------------|--------------------------|----------------------------|----------------------------|-----------------------|
|  | (Audited)                | (Unaudited)              | (Unaudited)              | (Audited)                  | (Unaudited)                | (Audited)             |
| <b>PART II</b>   |                          |                          |                          |                            |                            |                       |
| <b>A PARTICULARS OF SHAREHOLDING</b>   |                          |                          |                          |                            |                            |                       |
| 1 Public Shareholding  |                          |                          |                          |                            |                            |                       |
| Number of shares   | 17,131,592               | 17,131,592               | 17,131,592               | 17,131,592                 | 17,131,592                 | 17,131,592            |
| Percentage of shareholding   | 45.00                    | 45.00                    | 45.00                    | 45.00                      | 45.00                      | 45.00                 |
| 2 Promoters and Promoter Group Shareholding  |                          |                          |                          |                            |                            |                       |
| a) Pledged / Encumbered  |                          |                          |                          |                            |                            |                       |
| Number of shares   | -                        | -                        | -                        | -                          | -                          | -                     |
| Percentage of shares (as a % of the total shareholding of promoter group)                | -                        | -                        | -                        | -                          | -                          | -                     |
| Percentage of shares (as a % of the total share capital of the company)                  | -                        | -                        | -                        | -                          | -                          | -                     |
| b) Non-encumbered  |                          |                          |                          |                            |                            |                       |
| Number of shares   | 20,938,613               | 20,938,613               | 20,938,613               | 20,938,613                 | 20,938,613                 | 20,938,613            |
| Percentage of shares (as a % of the total shareholding of the Promoter & Promoter group) | 100.00                   | 100.00                   | 100.00                   | 100.00                     | 100.00                     | 100.00                |
| Percentage of shares (as a % of the total share capital of the company)                  | 55.00                    | 55.00                    | 55.00                    | 55.00                      | 55.00                      | 55.00                 |

| Particulars                                    | 3 months ended (31/03/2013) |  |  |
|--|-----------------------------|--|--|
|  |                             |  |  |
| <b>B INVESTOR COMPLAINTS</b>                   |                             |  |  |
| Pending at the beginning of the quarter        | Nil                         |  |  |
| Received during the Quarter                    | 13                          |  |  |
| Disposed of during the quarter                 | 12                          |  |  |
| Remaining unresolved at the end of the quarter | 1                           |  |  |

Notes :

- The above results, as reviewed by Audit Committee and approved by Board of Directors at its meeting held on 13th May, 2013, have been taken on record.
- Consequent to the proceedings u/s 132 of the Income Tax Act initiated by the Income Tax Department during the last quarter, the Company is examining the issues raised and the liability, if any, is not specifically ascertainable at this juncture.
- The Company had issued 80,00,000 fully paid equity shares to the promoters on preferential basis, post conversion of 8,00,000 convertible warrants received a total amount of Rs. 5,072 lakhs. Out of these Rs. 1,516 lakhs has been utilized for capital expenditure and Rs. 3556 lakhs for working capital.
- Exceptional item for the quarter and half year ended 31st March, 2013 denotes gain arising on sale of investments in shares.
- Figures have been regrouped for the previous periods, wherever necessary.

## SEGMENT-WISE REVENUE RESULTS & CAPITAL EMPLOYED

(₹ in Lakhs)

| Particulars  | Quarter ended 31/03/2013 | Quarter ended 31/12/2012 | Quarter ended 31/03/2012 | Half Year ended 31/03/2013 | Half Year ended 31/03/2012 | Year ended 30/09/2012 |
|--|--------------------------|--------------------------|--------------------------|----------------------------|----------------------------|-----------------------|
|  | (Audited)                | (Unaudited)              | (Unaudited)              | (Audited)                  | (Unaudited)                | (Audited)             |
| <b>Segment Revenue</b>   |                          |                          |                          |                            |                            |                       |
| a) Heavy Engineering   | 15,052                   | 15,127                   | 20,340                   | 30,179                     | 38,348                     | 83,501                |
| b) Foundry and Machine Shop                                    | 884                      | 1,192                    | 1,285                    | 2,076                      | 2,322                      | 4,535                 |
| c) Others  | 236                      | 226                      | 323                      | 462                        | 635                        | 1,158                 |
| <b>Total</b>   | <b>16,172</b>            | <b>16,545</b>            | <b>21,948</b>            | <b>32,717</b>              | <b>41,305</b>              | <b>89,194</b>         |
| Less : Inter segment Revenue                                   | 36                       | 41                       | 12                       | 77                         | 27                         | 83                    |
| Net Sales/Income from Operations                               | 16,136                   | 16,504                   | 21,936                   | 32,640                     | 41,278                     | 89,111                |
| <b>Segment Results</b>   |                          |                          |                          |                            |                            |                       |
| Profit/(Loss) before Interest and Tax                          |                          |                          |                          |                            |                            |                       |
| a) Heavy Engineering   | 647                      | (1,058)                  | 1,652                    | (411)                      | 1,522                      | 5,537                 |
| b) Foundry and Machine Shop                                    | (71)                     | (74)                     | (21)                     | (145)                      | (109)                      | (235)                 |
| c) Others  | 7                        | 16                       | 65                       | 23                         | 121                        | 200                   |
| <b>Total</b>   | <b>583</b>               | <b>(1,116)</b>           | <b>1,696</b>             | <b>(533)</b>               | <b>1,534</b>               | <b>5,502</b>          |
| Less : Interest  | 815                      | 1,107                    | 669                      | 1,922                      | 1,147                      | 2,862                 |
| Less : Other unallocable Expenditure net of unallocable Income | 252                      | 293                      | 313                      | 545                        | 541                        | 949                   |
| Profit/(Loss) Before Tax                                       | (484)                    | (2,516)                  | 714                      | (3,000)                    | (154)                      | 1,691                 |
| <b>Capital Employed</b>  |                          |                          |                          |                            |                            |                       |
| Segment Assets   |                          |                          |                          |                            |                            |                       |
| Less : Liabilities   |                          |                          |                          |                            |                            |                       |
| a) Heavy Engineering   | 29,402                   | 34,531                   | 31,900                   | 29,402                     | 31,900                     | 37,828                |
| b) Foundry and Machine Shop                                    | 2,856                    | 3,009                    | 3,123                    | 2,856                      | 3,123                      | 3,045                 |
| c) Others  | 547                      | 528                      | 908                      | 547                        | 908                        | 998                   |
| d) Unallocated (Excluding Investment)                          | 4,274                    | 1,418                    | 1,488                    | 4,274                      | 1,488                      | 1,385                 |
| <b>Total</b>   | <b>37,079</b>            | <b>39,486</b>            | <b>37,419</b>            | <b>37,079</b>              | <b>37,419</b>              | <b>43,256</b>         |

## STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakhs)

| Particulars  | As at 31/03/2013 | As at 30/09/2012 |
|--|------------------|------------------|
|  | (Audited)        | (Audited)        |
| <b>A EQUITY AND LIABILITIES</b>                    |                  |                  |
| <b>1 Shareholders' funds</b>                       |                  |                  |
| a) Share capital                                   | 761              | 761              |
| b) Reserves and surplus                            | 22,114           | 23,302           |
| c) Money received against share warrants           | -                | -                |
| <b>Sub-total - Shareholders' funds</b>             | <b>22,875</b>    | <b>24,063</b>    |
| <b>2 Share application money pending allotment</b> | -                | -                |
| <b>3 Minority Interest *</b>                       | -                | -                |
| <b>4 Non-current Liabilities</b>                   |                  |                  |
| a) Long-term borrowings                            | 438              | 2,127            |
| b) Deferred tax liabilities (net)                  | -                | 337              |
| c) Other long-term liabilities                     | 14,290           | 26,500           |
| d) Long-term provisions                            | 265              | 206              |
| <b>Sub-total - Non-current liabilities</b>         | <b>14,993</b>    | <b>29,170</b>    |
| <b>5 Current liabilities</b>                       |                  |                  |
| a) Short-term borrowings                           | 17,196           | 16,542           |
| b) Trade payables                                  | 21,607           | 22,336           |
| c) Other current liabilities                       | 25,539           | 16,426           |
| d) Short term provisions                           | 279              | 771              |
| <b>Sub-total - Current liabilities</b>             | <b>64,621</b>    | <b>56,075</b>    |
| <b>TOTAL - EQUITY AND LIABILITIES</b>              | <b>102,489</b>   | <b>109,308</b>   |
| <b>B ASSETS</b>                                    |                  |                  |
| <b>1 Non-current assets</b>                        |                  |                  |
| a) Fixed Assets                                    | 15,775           | 16,372           |
| b) Non-current investments                         | 128              | 136              |
| c) Deferred tax assets (net)                       | 661              | -                |
| d) Long-term loans and advances                    | 899              | 349              |
| e) Other non-current assets                        | 2,392            | 137              |
| <b>Sub-total - Non-Current Assets</b>              | <b>19,855</b>    | <b>16,994</b>    |
| <b>2 Current Assets</b>                            |                  |                  |
| a) Current investments                             | -                | 1,854            |
| b) Inventories                                     | 30,078           | 31,439           |
| c) Trade receivables                               | 33,403           | 43,909           |
| d) Cash and cash equivalents                       | 3,656            | 1,854            |
| e) Short-term loans and advances                   | 13,425           | 13,229           |
| f) Other current assets                            | 2,072            | 29               |
| <b>Sub-total - Current Assets</b>                  | <b>82,634</b>    | <b>92,314</b>    |
| <b>TOTAL ASSETS</b>                                | <b>102,489</b>   | <b>109,308</b>   |

For WALCHANDNAGAR INDUSTRIES LTD.

Place : Mumbai  
Date : 13<sup>th</sup> May, 2013

G. K. PILLAI  
MANAGING DIRECTOR & CEO

**A Tradition of Engineering Excellence**