

Ref. No. : WI:SEC:2017

Date : September 13, 2017

National Stock Exchange of India Ltd  
Corporate Action Department  
Exchange Plaza, 5th floor,  
Plot No. C/1, G Block,  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051.

BSE Ltd.,  
Corporate Relations Department  
1st floor, New Trading Ring,  
Rotunda Bldg P.J. Tower,  
Mumbai 400 001.

Dear Sirs,

Sub: **Un-audited (Reviewed) Financial Results for the Quarter ended June 30, 2017 as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 along with Limited Review Report as on the date issued by Statutory Auditors of the Company.**

This is to inform you that the Un-audited (Reviewed) Financial Results for the Quarter ended June 30, 2017 were approved and taken on record at the meeting of the Board of Directors of the Company held today i.e. September 13, 2017. A copy of the same along with Limited Review Report of the Un-audited Financial Results for the Quarter ended June 30, 2017, issued by M/s. Jayesh Sanghrajka & Co. LLP (Statutory Auditors of the Company) are enclosed for your information and record.

This is to further inform you that the Board Meeting commenced at 2:00 pm and concluded at 5.00 pm.

Thanking you,

For Walchandnagar Industries Ltd.



G. S. Agrawal

Vice President (Legal & Taxation) & Company Secretary

**WALCHANDNAGAR INDUSTRIES LTD.**

Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034. CIN : L74999MH1908PLC000291

Tel No. : (022) 40287110 Fax : (022) 23634527, E - mail : investors@walchand.com, Website: www.walchand.com

**PART I****(Rs. in Lakhs)****Statement of Unaudited Results for the Quarter ended on 30th June 2017.**

Particulars	For the Quarter Ended	
	30th June 2017	30th June 2016
	1	2
	(Unaudited)	(Unaudited)
1 Revenue from Operations	9,374	8,030
Less: Excise Duty	603	372
	<b>8,771</b>	<b>7,658</b>
2 Other Income	639	22
3 <b>Total Revenue (1+2)</b>	<b>9,410</b>	<b>7,680</b>
<b>Expenditure :</b>		
4 Cost of Materials Consumed	2,987	4,037
5 Sub-contracting Expenses, Processing Charges and Other Direct Costs	1,025	521
6 Changes in inventories of finished goods and work-in-progress	677	(1,057)
7 Employees Benefits Expenses	1,836	2,022
8 Finance Costs	1,897	1,413
9 Depreciation and Amortisation Expenses	930	996
10 Other Expenses	903	1,080
11 <b>Total Expenses</b>	<b>10,255</b>	<b>9,012</b>
12 Profit/ (Loss) before exceptional and extraordinary items and tax (3 ± 11)	<b>(845)</b>	<b>(1,332)</b>
13 Exceptional Items	-	-
14 Profit/ (Loss) before extraordinary items and tax (12 ± 13)	<b>(845)</b>	<b>(1,332)</b>
15 Extraordinary Items	-	-
16 Profit/ (Loss) before tax (14 ± 15)	<b>(845)</b>	<b>(1,332)</b>
17 Tax expense:		
(1) Current tax	-	-
(2) Tax for earlier years	-	-
(3) Deferred tax (asset)/ liability	-	-
18 Profit/ (Loss) for the year (16 ± 17)	<b>(845)</b>	<b>(1,332)</b>
19 Other Comprehensive Income	(2)	(23)
20 <b>Total Comprehensive Income (18 ± 19)</b>	<b>(847)</b>	<b>(1,355)</b>
21 Earnings per equity share of face value of Rs. 2 each		
(1) Basic	(2.22)	(3.50)
(2) Diluted	(2.22)	(3.50)

**Notes:**

- The Company has adopted Indian Accounting Standards ("Ind-AS") from April 1, 2017. Accordingly financial results for the quarter ended June 30, 2017, have been prepared in accordance with the recognition and measurement principles laid down in Ind-AS. Financial results for the quarter ended June 30, 2016 have been restated based on Ind AS principles.
- The Financial results for the quarter ended on June, 30, 2017 were reviewed by the Audit Committee at its meeting held on September 13, 2017 and approved & taken on record by the Board of Directors at its meeting held on September 13, 2017.
- The company has opted for relaxation provided by SEBI vide circular dated July 5, 2016 for extension of timeline for submitting financial results and the format for unaudited financial results.
- The Statutory Auditors of the Company have carried out a Limited review of the results for the quarter ended June 30, 2017. The Ind AS compliant Financial results for the quarter ended June 30, 2016 have not been subjected to a limited review or an audit. However the Management has exercised necessary due diligence to ensure that financial results provide a true and fair view.
- Reconciliation between financial results, as previously reported and as restated under Ind-AS are given in Annexure A.
- Inventory includes work in progress of Rs. 2585 Lakhs in respect of orders which have been cancelled / put on hold. The Company is of the opinion that no provision is required to be made as on June 30, 2017 as this stock will be either liquidated or diverted to other projects.

For WALCHANDNAGAR INDUSTRIES LTD.

Place: Mumbai

Date: 13th September, 2017

  
**G.K. Pillai**  
 Managing Director & CEO  
 DIN : 01537184

**A TRADITION OF ENGINEERING EXCELLENCE**


# Annexure A

Rs. In Lakhs

Particulars	Quarter ended
	30th June 2016
<b>Net Profit / (Loss) as per Previous GAAP</b>	(814)
Adjustments:	
Gain on fair valuation of current investments	6
Actuarial gain/(loss) on defined benefit liability recognized in P&L	33
Impact on provisioning of receivables as per Expected Credit Loss Method	(11)
Impact of fair valuation of financial assets (Security deposits)	-
Additional charge of depreciation which in earlier years was adjusted against revaluation reserve	(546)
Tax Impact on above GAAP Adjustments	-
<b>Net Profit / (Loss) as per Ind AS</b>	<b>(1,332)</b>
Other comprehensive Income - Fair value of non current investment	3
Actuarial gain/(loss) on defined benefit liability recognized in Other comprehensive income	(26)
<b>Total Comprehensive Income as per Ind AS</b>	<b>(1,355)</b>

9.5



WALCHANDNAGAR INDUSTRIES LTD.		
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E - mail : investors@walchand.com, Website: www.walchand.com		
SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED		
Particulars	For the Quarter Ended	
	30th June 2017	30th June 2016
	1	2
	(Unaudited)	(Unaudited)
<b>1 Segment Revenue</b>		
(a) Heavy Engineering	7,360	6,209
(b) Foundry and Machine Shop	1,053	1,133
(c) Others	362	337
<b>Total</b>	<b>8,775</b>	<b>7,679</b>
Less : Inter segment Revenue	4	21
<b>Net Sales/Income from Operations</b>	<b>8,771</b>	<b>7,658</b>
<b>2 Segment Results</b>		
Profit/(Loss) before Interest and Tax		
(a) Heavy Engineering	1,315	357
(b) Foundry and Machine Shop	(167)	(156)
(c) Others	26	35
<b>Total</b>	<b>1,174</b>	<b>236</b>
Add: Exceptional Item		
Less : Finance Cost	1,897	1,413
Less - Other unallocable expenditure net of unallocable Income	122	155
<b>Profit/(Loss) Before Tax</b>	<b>(845)</b>	<b>(1,332)</b>
<b>3 Capital Employed</b>		
Segment Assets		
(a) Heavy Engineering	115,420	122,562
(b) Foundry and Machine Shop	5,921	6,121
(c) Others	4,498	4,393
(d) Unallocated (Excluding Investment)	4,130	6,741
	<b>129,969</b>	<b>139,817</b>
Less : Liabilities(*)		
(a) Heavy Engineering	74,969	77,166
(b) Foundry and Machine Shop	3,087	2,961
(c) Others	283	265
(d) Unallocated (Excluding Investment)	4,861	4,574
	<b>83,200</b>	<b>84,966</b>
<b>Total</b>	<b>46,769</b>	<b>54,851</b>
For WALCHANDNAGAR INDUSTRIES LTD.		
		
G.K.PILLAI		
MANAGING DIRECTOR & CEO		
DIN : 01537184		
A TRADITION OF ENGINEERING EXCELLENCE		

Place: Mumbai

Date: 13th September , 2017



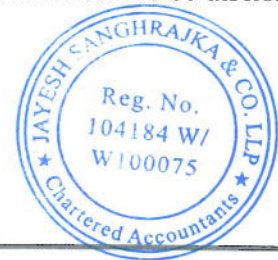
# JAYESH SANGHRAJKA & CO. LLP

CHARTERED ACCOUNTANTS

## Limited Review Report

Review Report to  
The Board of Directors  
Walchandnagar Industries Ltd.  
3, Walchand Terraces,  
Tardeo Road, Mumbai – 400 034

1. We have reviewed the accompanying statement of unaudited financial results of **Walchandnagar Industries Limited** (the "Company") for the quarter ended June 30, 2017 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India is the responsibility of Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to issue a report on this Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Batgach**  
& Affiliates

A Network Approved by ICAI

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Branches at Kanjurmarg & Vashi



# JAYESH SANGHRAJKA & CO. LLP

CHARTERED ACCOUNTANTS

5. Emphasis of Matter

We draw attention to Note 6 of Statement regarding non-moving inventory of work in progress amounting to Rs 2585.01 Lakhs on account of orders which have been cancelled/ put on hold. The company contends that this stock will either be liquidated or diverted to other projects without any loss arising there from.

Our report is not modified in respect of this matter.

**For Jayesh Sanghrajka & Co. LLP**

Chartered Accountants

ICAI Firm Registration No.104184W/W100075

**CA Ashish Sheth**

Designated Partner

Membership No.: 107162



Place: Mumbai

Date: September 13, 2017

**Batgach**  
& Affiliates

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