

**WALCHANDNAGAR INDUSTRIES LTD.**

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

Tel No. : (022) 23539097 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 31st December 2017

	Particulars	Quarter Ended			Nine months ended	
		31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
		1	2	3	4	5
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1	Revenue from Operations	11,631	7,621	9,988	28,023	27,530
2	Other Income	76	69	11	785	67
3	Total Revenue (1+2)	11,707	7,690	9,999	28,808	27,597
	Expenditure :					
4	Cost of Materials Consumed	4,668	3,670	4,676	11,325	13,115
5	Sub-contracting Expenses, Processing Charges and Other Direct Costs	375	441	770	1,841	1,837
6	Changes in inventories of finished goods and work-in-progress	1,064	(225)	621	1,517	(126)
7	Employees Benefits Expenses	1,995	1,819	2,008	5,650	6,154
8	Finance Costs	1,925	1,891	2,017	5,714	4,995
9	Depreciation and Amortisation Expenses	821	785	852	2,536	2,717
10	Other Expenses	1,515	599	1,288	3,016	3,376
11	Total Expenses (4+5+6+7+8+9+10)	12,363	8,980	12,232	31,599	32,068
12	Profit/ (Loss) before exceptional items and tax (3-11)	(656)	(1,290)	(2,233)	(2,791)	(4,471)
13	Exceptional Items (net)	-	-	-	-	-
14	Profit/ (Loss) before tax (12-13)	(656)	(1,290)	(2,233)	(2,791)	(4,471)
15	Tax expense:					
	(1) Current tax	-	-	-	-	-
	(2) Tax for earlier years	-	-	-	-	632
	(3) Deferred tax (asset)/ liability	-	-	-	-	-
16	Profit/ (Loss) after Tax (14-15)	(656)	(1,290)	(2,233)	(2,791)	(5,103)

Sd/- 13/02/18

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17	Other Comprehensive Income	167	(10)	(10)	155	(66)
18	Total Comprehensive Income for the period	(489)	(1,300)	(2,243)	(2,636)	(5,169)
19	Earnings per equity share of face value of Rs. 2 each					
	(1) Basic	(1.72)	(3.39)	(5.87)	(7.33)	(13.40)
	(2) Diluted	(1.72)	(3.39)	(5.87)	(7.33)	(13.40)

Notes:

1. The Company has adopted Indian Accounting Standards ("Ind-AS") from April 1, 2017. Accordingly financial results for the quarter ended December 31, 2017, have been prepared in accordance with the recognition and measurement principles laid down in Ind-AS. Financial results for the quarter ended December 31, 2016 have been restated based on Ind AS principles.
2. The Financial results for the quarter ended on December, 31, 2017 were reviewed by the Audit Committee at its meeting held on February 13, 2018 and approved & taken on record by the Board of Directors at its meeting held on February 13, 2018
3. The statement does not include Ind AS compliant results for the previous year ended March 31, 2017, as it is not mandatory as per SEBI's circular dated July 5, 2016.
4. The Statutory Auditors of the Company have carried out a Limited review of the results for the quarter ended December 31, 2017. The Ind AS compliant Financial results for the quarter ended December 31, 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 of the company's affairs.
5. Reconciliation between financial results, as previously reported and as restated under Ind-AS are given in Annexure A
6. 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 December 31, 2017 as this stock will be either liquidated or diverted to other projects.

For WALCHANDNAGAR INDUSTRIES LTD.



G. K. PILLAI

MANAGING DIRECTOR & CEO

(DIN : 01537184)

Place: Mumbai

Date: February 13, 2018

A TRADITION OF ENGINEERING EXCELLENCE

Annexure A

Rs. In Lakhs

Particulars	Quarter ended	Nine months ended
	31.12.2016	31.12.2016
Net Profit as per Previous GAAP	(1,683)	(3,903)
Adjustments:		
Gain on fair valuation of current investments	(5)	6
Actuarial gain/(loss) on defined benefit liability recognized in P&L	-	-
Impact on provisioning of reaceivables as per Expected Credit Loss Meathod	(123)	177
Impact of fair valuation of financial assets (Security deposits)	-	-
Additional charge of depreciation which in earleir years was adjusted against revaluation reserve	(422)	(1,383)
Tax Impact on above GAAP Adjustments		
Net Profit as per Ind AS	(2,233)	(5,103)
Other comprehensive Income - Fair value of non current investment	(10)	(66)
Actuarial gain/(loss) on defined benefit liability recognized in Other comprehensive income	-	-
Total Comprehensive Income as per Ind AS	(2,243)	(5,169)



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SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED					
Particulars	Quarter ended			Nine months ended	
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
1 Segment Revenue					
(a) Heavy Engineering	10,139	6,333	8,417	23,830	22,920
(b) Foundry and Machine Shop	1,064	937	1,293	3,054	3,697
(c) Others	442	358	298	1,162	923
Total	11,645	7,628	10,010	28,048	27,542
Less : Inter segment Revenue	14	7	22	25	12
Net Sales/Income from Operations	11,631	7621	9,988	28,023	27,530
2 Segment Results					
Profit/(Loss) before Interest and Tax					
(a) Heavy Engineering	1,356	915	-64	3,586	1,513
(b) Foundry and Machine Shop	-112	-188	10	-467	-221
(c) Others	-82	31	-4	-25	-294
Total	1,162	758	-58	3,094	998
Add: Exceptional Item				-	
Less : Finance Cost	1,925	1,891	2,017	5,714	4,995
Less - Other unallocable expenditure net of unallocable Income	-107	157	158	171	474
Profit/(Loss) Before Tax	-656	-1,290	-2,233	(2,791)	(4,471)
3 Capital Employed					
Segment Assets					
(a) Heavy Engineering	104,686	107,791	112,789	104,686	112,789
(b) Foundry and Machine Shop	5,556	5,793	6,035	5,556	6,035
(c) Others	4,740	4,525	4,424	4,740	4,424
(d) Unallocated (Excluding Investment)	4,167	4,063	5,939	4,167	5,939
(A)	119,149	122,172	129,187	119,149	129,187
Less : Liabilities					
(a) Heavy Engineering	76,966	79,552	76,977	76,966	76,977
(b) Foundry and Machine Shop	2,696	2,717	3,030	2,696	3,030
(c) Others	357	275	273	357	273
(d) Unallocated (Excluding Investment)	335	344	4,617	335	4,617
(B)	80,354	82,888	84,897	80,354	84,897
Total (A-B)	38,795	39,284	44,290	38,795	44,290
For WALCHANDNAGAR INDUSTRIES LTD.					
<div style="display: flex; justify-content: space-between;"> <div> Place: Mumbai Date: February 13, 2018 </div> <div style="text-align: right;">  G. K. PILLAI MANAGING DIRECTOR & CEO (DIN : 01537184) </div> </div>					
A TRADITION OF ENGINEERING EXCELLENCE					



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 and year to date ended December 31, 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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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: February 13, 2018

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