

**WALCHANDNAGAR INDUSTRIES LIMITED**

Walchandnagar: 413 114, Dist Pune, Maharashtra, India

Tel: 02118- 357100 / 252 235 Fax: 02118- 252 358

Website: www.walchand.com Email: wil@walchand.com

Ref. No. : WIL: SEC: 2022

Date : May 30, 2022

National Stock Exchange of India Ltd  
Corporate Action Department  
Exchange Plaza, 5<sup>th</sup> floor,  
Plot No. C/1, G Block,  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051  
**Scrip Code : WALCHANNAG**

BSE Ltd.,  
Corporate Relations Department  
1<sup>st</sup> floor, New Trading Ring,  
Rotunda Bldg P.J. Tower,  
Mumbai 400 001  
**Scrip Code : 507410**

Dear Sirs,

**Sub:** Outcome of Board Meeting dated May 30, 2022.  
**Ref:** Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We are pleased to inform you that the Board of Directors at its meeting held today i.e. May 30, 2022, approved the following items:

1. The Audited Financial Results for the Quarter and Year ended March 31, 2022 (Copy of the same is enclosed).
2. Auditor's Report on Standalone Quarterly Financial Results and Year to date Results of the Company issued by our Statutory Auditors, M/s. Jayesh Sanghrajka & Co. LLP, Chartered Accountants (Copy of the same is enclosed).

Further, we hereby confirm and declare that Statutory Auditors of the Company M/s. Jayesh Sanghrajka & Co. LLP, Chartered Accountants have issued report with Un- Modified opinion in respect of Audited Financial Results for the Quarter and year ended March 31, 2022. The said declaration is made in pursuant to Regulation 33 (3) (d) of the Securities and Exchange Board of India (Listing Obligations and disclosure Requirements) Regulations, 2015 as amended.

The Board Meeting commenced at 04:30 p.m. and concluded at 09:30 p.m.

This is for your information and record.

Thanking you,

Yours faithfully,

For Walchandnagar Industries Ltd.,

**G. S. Agrawal**  
**Vice President (Legal & taxation) & Company Secretary**  
Encl : As above



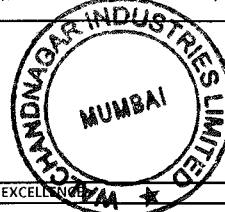
**Audited Financial Results for the Quarter and Year ended on 31st March, 2022**

(Rs. in Lakhs)

Particulars	Quarter Ended			Year Ended	
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	1	2	3	4	5
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1 Revenue from Operations	9,566	8,170	8,131	29,919	32,564
2 Other Income	596	663	760	3,269	2,503
<b>3 Total Revenue (1+2)</b>	<b>10,162</b>	<b>8,833</b>	<b>8,890</b>	<b>33,188</b>	<b>35,067</b>
<b>Expenditure :</b>					
4 Cost of Materials Consumed	3,981	3,165	2,401	13,309	9,681
5 Sub-contracting Expenses, Processing Charges and Other Direct Costs	637	536	563	2,075	1,535
6 Changes in inventories of finished goods and work-in-progress	934	813	1,405	286	6,648
7 Employees Benefits Expenses	1,866	2,115	2,020	7,915	8,139
8 Finance Costs	1,844	1,769	1,936	7,063	7,905
9 Depreciation and Amortisation Expenses	534	559	577	2,224	2,297
10 Other Expenses	1,036	904	1,537	4,123	4,586
<b>11 Total Expenses (4+5+6+7+8+9+10)</b>	<b>10,832</b>	<b>9,860</b>	<b>10,439</b>	<b>36,995</b>	<b>40,791</b>
12 Profit/ (Loss) before exceptional items and tax (3-11)	(671)	(1,027)	(1,548)	(3,807)	(5,724)
13 Exceptional Items (net)	-	-	-	-	-
14 Profit/ (Loss) before tax (12-13)	(671)	(1,027)	(1,548)	(3,807)	(5,724)
15 Tax expense:					
(1) Current tax	-	-	-	-	-
(2) Deferred tax (asset)/ liability	-	-	-	-	-
16 Profit/ (Loss) after Tax (14-15)	(671)	(1,027)	(1,548)	(3,807)	(5,724)
17 Other Comprehensive Income	100	38	49	337	(13)
18 Total Comprehensive Income for the period	(571)	(989)	(1,500)	(3,470)	(5,737)
19 Earnings per equity share of face value of Rs. 2 each					
(1) Basic	(1.76)	(2.70)	(4.07)	(10.00)	(15.04)
(2) Diluted	(1.76)	(2.70)	(4.07)	(10.00)	(15.04)

1. The above financial results have been prepared in accordance with Indian Accounting Standard as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and the Companies (Indian Accounting Standard) Amendment Rules,
2. The above Financial Results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors at its meeting held on 30th May, 2022.
3. The company is engaged in segments namely Heavy Engineering, Foundry and Machine shop and Others. These segments have been reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker.
4. Inventory includes work in progress of Rs. 2194.21 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 March 31, 2022 as this stock will be either liquidated or diverted to other projects.
5. Loan instalment due towards KKR India Financial Services Private Limited (Corporate Loan) Rs. 4,064.52 Lacs and KKR India Debt Opportunity Fund II (NCD) Rs. 1,300.00 Lacs totalling to Rs. 5,364.52 Lacs remain unpaid as on 31st March 2022. Interest on KKR India Financial Services Private Limited (Corporate Loan) and KKR India Debt Opportunity Fund II (NCD) for the year ended on 31st March, 2022 is due but not paid amounting to Rs. 666.54 Lakhs for Q4 of FY 2021-22. Total default of loan and interest as on 31st March, 2022 is Rs. 6,031.05 Lakhs
6. During the year, KKR had invoked 95,09,918 equity shares of promoters group shareholders for total sale consideration of Rs. 5419 Lakhs and the proceeds were adjusted against its loan balances. The Company has treated these invoked amounts of promoter group shareholders as long-term unsecured Loan. These loans will be settled in future either by way of repayment or by way of issue of equity shares/warrants with necessary approvals from shareholders and in compliance with the provisions of the Companies Act & SEBI regulations.
7. KKRIFSL has assigned entire debts (including loans and NCDs) due from the company along with underlying financial documents together with the lenders rights, benefits and obligations to Assets Care and Reconstruction Enterprise Limited (ACRE) vide assignment agreements dated 13.04.2022 and 18.04.2022, as per the intimation received from ACRE.
8. The COVID-19 outbreak and lockdown due to it, have materially and adversely affected the supply chain, Production and logistics during lockdown period in Q-1, as a result, the Company's operating results have been negatively impacted with sales deferral of Rs 1816 lacs and operating loss of Rs 637 lacs. There is no financial impact due to Covid-19 in Q-2, Q-3 & Q-4. Management believes that it has taken into account all the possible impact of known events arising from COVID-19 pandemic in the preparation of the financial results.
9. The figures for the quarter ended March 31, 2022 and March 31, 2021 are balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.
10. Profit Before Tax (PBT) of F.Y. 2021-22 includes Rs.1589 lakh towards profit on Sale of property situated at Walchand House, Karve Road Pune.
11. Figures for the previous periods have been regrouped/reclassified where necessary, to conform to the current period classification.

Place: Mumbai  
Date: May 30, 2022



For Walchandnagar Industries Limited

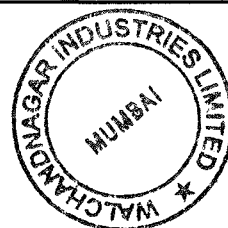
*Chirag C. Doshi*  
Chirag C. Doshi  
Managing Director & CEO  
DIN- 00181291

**WALCHANDNAGAR INDUSTRIES LTD.**

Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034. CIN : L74999MH1908PLC000291  
Tel No. : (022) 23612195/96/97 Fax : (022) 23634527, E - mail : investors@walchand.com, Website:  
www.walchand.com

**Statement of Assets and Liabilities**

Particulars	Rs. In Lakhs	
	As at March 31,2022 (Audited)	As at March 31,2021 (Audited)
Property, Plant and Equipment	29,871	31,874
Capital Work-in-Progress	435	379
Investment Property	188	189
Intangible Assets	82	84
Financial Assets		
(i) Investments	7	5
(ii) Trade Receivables	5,701	5,882
(iii) Other Financial Assets	252	261
Other Non-Current Assets	4,263	4,881
	<b>40,798</b>	<b>43,556</b>
Inventories	15,442	15,349
Financial Assets		
(i) Trade Receivables	22,022	20,928
(ii) Cash and Cash Equivalents	294	292
(iii) Other Balances with Banks	4,299	4,520
(iv) Other Financial Assets	6,184	6,720
Current Tax Asset (Net)	174	105
Other Current Assets	4,142	4,222
Non Current Asset held for sale	-	111
	<b>52,557</b>	<b>52,247</b>
	<b>93,355</b>	<b>95,803</b>
Equity Share Capital	761	761
Other Equity	16,938	20,409
	<b>17,700</b>	<b>21,171</b>
Financial Liabilities		
(i) Borrowings	17,001	10,546
(ii) Other Financial Liabilities	4,006	4,183
Provisions	1,280	1,439
Other Non-Current Liabilities	8,210	9,876
	<b>30,497</b>	<b>26,044</b>
Financial Liabilities		
(i) Borrowings	27,783	30,543
(ii) Trade Payables	7,626	7,055
(iii) Other Financial Liabilities	4,025	4,132
Provisions	311	324
Other Current Liabilities	5,413	6,535
	<b>45,158</b>	<b>48,589</b>
	<b>93,355</b>	<b>95,803</b>



*Obj. est.*


**WALCHANDNAGAR INDUSTRIES LTD.**

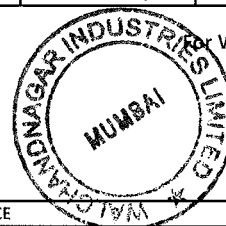
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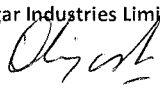
**SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED**

(Rs. in Lakhs)

Particulars	Quarter Ended			Year to Date Ended	
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	1	2	3	4	5
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1 Segment Revenue</b>					
(a) Heavy Engineering	7,806	6,865	6,624	24,001	28,116
(b) Foundry and Machine Shop	1,256	939	1,241	4,263	3,575
(c) Others	546	417	355	1,805	1,042
<b>Total</b>	<b>9,608</b>	<b>8,221</b>	<b>8,221</b>	<b>30,068</b>	<b>32,734</b>
Less : Inter segment Revenue	42	51	90	150	170
<b>Net Sales/Income from Operations</b>	<b>9,566</b>	<b>8,170</b>	<b>8,131</b>	<b>29,919</b>	<b>32,564</b>
<b>2 Segment Results</b>					
Profit/(Loss) before Interest and Tax					
(a) Heavy Engineering	1,345	855	439	4,005	3,028
(b) Foundry and Machine Shop	(101)	(27)	(2)	(478)	(496)
(c) Others	83	36	69	255	76
<b>Total</b>	<b>1,327</b>	<b>864</b>	<b>506</b>	<b>3,782</b>	<b>2,608</b>
Less : Finance Cost	1,845	1,769	1,936	7,063	7,905
Less - Other unallocable expenditure net of unallocable Income	153	122	118	527	427
<b>Profit/(Loss) Before Tax</b>	<b>(671)</b>	<b>(1,027)</b>	<b>(1,548)</b>	<b>(3,807)</b>	<b>(5,724)</b>
<b>3 Capital Employed</b>					
Segment Assets					
(a) Heavy Engineering	83,449	83,338	85,440	83,449	85,440
(b) Foundry and Machine Shop	5,096	5,068	4,940	5,096	4,940
(c) Others	4,615	4,474	4,193	4,615	4,193
(d) Unallocated	195	559	1,230	195	1,230
<b>(A)</b>	<b>93,355</b>	<b>93,438</b>	<b>95,803</b>	<b>93,355</b>	<b>95,803</b>
Less : Liabilities					
(a) Heavy Engineering	66,994	66,643	70,299	66,994	70,299
(b) Foundry and Machine Shop	8,158	7,973	2,159	8,158	2,159
(c) Others	(1,088)	(1,122)	411	(1,088)	411
(d) Unallocated	1,591	1,674	1,763	1,591	1,763
<b>(B)</b>	<b>75,656</b>	<b>75,167</b>	<b>74,632</b>	<b>75,656</b>	<b>74,632</b>
<b>Total (A-B)</b>	<b>17,700</b>	<b>18,271</b>	<b>21,171</b>	<b>17,700</b>	<b>21,171</b>

 Place: Mumbai  
 Date: May 30, 2022


For Walchandnagar Industries Limited

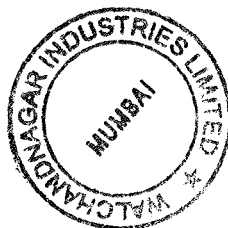
  
 Chirag C. Doshi  
 Managing Director & CEO  
 DIN- 00181291

A TRADITION OF ENGINEERING EXCELLENCE

Particulars	Year ended on March 31,	Year ended on March 31,
	2022	2021
<b>A Cash Flow from Operating Activities</b>		
Profit/(Loss) before tax	(3,807)	(5,724)
<b>Adjustments for :</b>		
Depreciation and Amortization Expense	2,224	2,297
Amortization of Lease hold Land	66	66
Provision for doubtful debts	348	(1,870)
(Profit)/ Loss on sale of Asset	(2,233)	(113)
Finance Costs	7,063	7,905
Unrealized Exchange (Gain) / Loss (net)	(81)	193
Sundry Balances Written back	(333)	(1,756)
Interest Income	(163)	(178)
Rental Income from Investment property	(18)	(7)
Bad Debts Witten off	183	2,751
	<b>7,054</b>	<b>9,287</b>
<b>Operating profit before working capital changes</b>	<b>3,247</b>	<b>3,563</b>
<b>Change in operating assets and liabilities</b>		
(Increase)/ decrease in trade receivables	(1,362)	(2,371)
(Increase)/ decrease in other financial assets	545	(1,513)
(Increase)/ decrease in other assets	(232)	1,721
(Increase)/ decrease in inventories	(93)	8,144
Increase/ (decrease) in trade payable	572	(664)
Increase/ (decrease) in other financial liabilities	1,733	170
Increase/ (decrease) in provisions	163	88
Increase/ (decrease) in other liabilities	(2,454)	(2,466)
	<b>(1,130)</b>	<b>3,109</b>
<b>Cash Generated from Operations</b>	<b>2,118</b>	<b>6,672</b>
Income Tax Refund / (Paid) (net)	717	445
<b>Net cash inflow from operating activities (A)</b>	<b>2,835</b>	<b>7,117</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of tangible/intangible assets including capital work in progress	(309)	(666)
Proceeds from Sale of Property, Plant and Equipment	36	230
Rent received on Investment Property	18	7
Proceed from sale of assets held for sale	2,344	-
Fixed Deposit / Margin Money Realized/(Paid)	222	(437)
Interest Received	241	82
<b>Net cash inflow from investing activities (B)</b>	<b>2,553</b>	<b>(784)</b>
<b>C Cash Flow from Financing Activities</b>		
Proceeds/(Repayments) of Long-Term Borrowings (Net)	4,681	(2)
Proceeds/(Repayments) of Short-Term Borrowings (Net)	(2,760)	583
Interest paid	(7,307)	(6,943)
<b>Net cash outflow from financing activities (C)</b>	<b>(5,386)</b>	<b>(6,362)</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>2</b>	<b>(29)</b>
<b>Cash and Cash Equivalents at the beginning of the period</b>	<b>292</b>	<b>321</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>294</b>	<b>292</b>

**Cash & Cash Equivalents comprises of :**

Particulars	Year ended on March 31,	Year ended on March 31,
	2022	2021
Cash on hand	4	12
Cheques on Hand	-	56
Balances with banks	290	224
<b>Total</b>	<b>294</b>	<b>292</b>



For Walchandnagar Industries Limited

*Chirag C. Doshi*  
Chirag C. Doshi  
Managing Director & CEO  
DIN- 00181291

Date: May 30, 2022  
Place: Mumbai

# Jayesh Sanghrajka & Co LLP

Chartered Accountants

## Independent Auditors' report on Financial Results of Walchandnagar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,  
The Board of Directors  
Walchandnagar Industries Limited  
Mumbai

1. We have audited the accompanying statement containing the annual audited financial results of **Walchandnagar Industries Limited**, ("the Company"), for the quarter and year ended March 31, 2022 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulations), read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 (the Circular).
2. The management is responsible for preparation of accompanying statement which is prepared from the annual statutory Ind AS Financial Statement prepared in accordance with the Indian Accounting Standards specified in the Companies (Indian Accounting Standards), Rules, 2015 (as amended) under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the accounting principles generally accepted in India, basis which the above statement containing the annual audited Financial results has been prepared and approved by the Board of Directors. The responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.
3. Our responsibility is to express an opinion on the Statement on our audit. We conducted our audit in accordance with the standards on auditing specified under Section 143(10) of the Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's management, as well as evaluating the overall presentation of the Statement.

#### Head Office :

405 - 408, Hind Rajasthan Building,  
Dadasaheb Phalke Road, Dadar (E), Mumbai - 400 014.  
Branch Offices at Vashi and Kanjurmarg  
+91 22 40774602 info@jsandco.in www.jsandco.in

#### Affiliates Offices :

Ahmedabad, Bangalore, Chennai, Delhi,  
Guwahati, Hyderabad, Indore, Jaipur, Kochi,  
Kolkata, Delhi, Patana, Silchar, Siliguri and  
Thiruvananthapuram.

**Batgach**  
A AFFILIATES  
A NETWORK APPROVED BY ICAI

# Jayesh Sanghrajka & Co LLP

Chartered Accountants

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion
6. In our opinion and to the best of our information and according to the explanations given to us,
  - 6.1. The Statement is presented in the format prescribed under Regulation 33 and Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
  - 6.2. The annual financial results for the quarter and year ended March 31, 2022 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of loss and other comprehensive income) and other financial information of the Company for the quarter and year ended March 31, 2022 in accordance with the accounting principles generally accepted in India.
7. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2022 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2022 and the published year-to-date figures up to December 31, 2021, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as stated in Paragraph 1 above, as required under the Regulation and the Circular.

## 8. Emphasis of Matter

We draw attention to Note 4 of the Statement regarding non-moving inventory of work-in-progress amounting to Rs. 2194.21 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 therefrom.

Our report is not modified in respect of this matter.

## 9. Other Matter

We did not audit the financial statements / information of Ethiopia division included in the financial statements of the Company whose financial statements / financial information reflect total assets of Rs. 1,077.28 lakhs and total liabilities of Rs. 2,095.08 Lakhs as at March 31, 2022 and the total revenue of Rs. NIL and total expenses of Rs. 22.14 Lakhs for the year ended on that date. The financial statements / information of this division have been audited by the independent auditor whose report has been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of such division, is based solely on the report of such auditor.

### Head Office :

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### Affiliates Offices :

Ahmedabad, Bangalore, Chennai, Delhi,  
Guwahati, Hyderabad, Indore, Jaipur, Kochi,  
Kolkata, Delhi, Patana, Silchar, Siliguri and  
Thiruvananthapuram.

**Batgach**  
A NETWORK APPROVED BY ICAI

# Jayesh Sanghrajka & Co LLP

Chartered Accountants

Our opinion is not modified in respect of this matter.

For **Jayesh Sanghrajka & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 104184W/W100075



**Rishikesh Nasikkar**

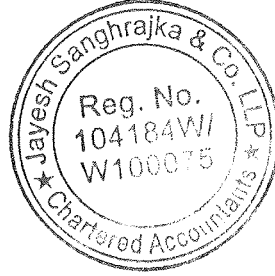
Designated Partner

Membership Number: 166493

UDIN: 22166493AJWPUU9079

Place: Mumbai

Date: May 30, 2022



**Head Office :**

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Dadasaheb Phalke Road, Dadar (E), Mumbai - 400 014.  
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**Affiliates Offices :**

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Guwahati, Hyderabad, Indore, Jaipur, Kochi,  
Kolkata, Delhi, Patana, Silchar, Siliguri and  
Thiruvananthapuram.

**Batgach**  
A AFFILIATE  
A STANDARD APPROVED BY ICAI