

WELCAST STEELS LIMITED

Registered. Office: 115-116, G.V.M.M. Estate, Odhav Road, Odhav, Ahmedabad – 382410, Gujarat, India

Telephone No: 079-22901078 Fax: 079-22901077 CIN: L27104GJ1972PLC085827

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2021

		₹ in lakhs				
Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Un-audited	Audited	Audited	Audited
1	Income					
	Revenue from operations	2455.40	1910.76	2590.19	9755.22	14338.88
	Other Operating Income	14.12	6.14	202.68	40.19	662.66
	a) Total Revenue from operations	2469.52	1916.90	2792.87	9795.41	15001.54
	b) Other Income	19.42	10.37	6.49	45.90	81.31
	Total Income (a+b)	2488.94	1927.27	2799.36	9841.31	15082.85
2	Expenses					
	a) Cost of material consumed	1235.20	1180.76	1631.31	5231.05	9293.54
	b) Changes in Inventories of finished goods and work-in-progress	465.92	(228.92)	(7.58)	533.85	(323.48)
	c) Employee benefits expense	190.63	239.40	224.50	876.40	989.22
	d) Finance costs	6.16	2.32	7.73	28.32	34.43
	e) Depreciation & amortisation expenses	29.46	38.45	35.58	142.98	133.54
	f) Other expenses	682.47	742.18	949.96	3168.91	4960.66
	Total Expenses (a+b+c+d+e+f)	2609.84	1974.19	2841.50	9981.51	15087.91
3	Profit / (Loss) before tax (1-2)	(120.90)	(46.92)	(42.14)	(140.20)	(5.06)
4	Less: Extra ordinary items	0.00	(369.10)	0.00	0.00	0.00
5	Profit / (Loss) before tax	(120.90)	322.18	(42.14)	(140.20)	(5.06)
6	Tax Expenses					
	(i) Current tax	0.00	0.00	(4.16)	-	-
	(ii) Taxes of earlier years written back	0.00	0.00	-	0.00	(5.27)
	(iii) Deferred tax	3.32	47.23	11.26	41.83	26.50
	Total Tax expenses (i+ii+iii)	3.32	47.23	7.10	41.83	21.23
7	Profit / (Loss) for the period (5-6)	(124.22)	274.95	(49.24)	(182.03)	(26.29)
8	Other Comprehensive Income / (Loss)					
	i) Item that will not be reclassified to profit or loss	23.15	(1.61)	(22.55)	21.54	(18.61)
	ii) Income tax relating to items that will not be reclassified to profit or loss	(5.84)	0.42	5.67	(5.42)	4.68
	iii) Item that will be reclassified to profit or loss	-	-	-	-	-
	iv) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income / (Loss) (net of tax)	17.31	(1.19)	(16.88)	16.12	(13.93)
9	Total Comprehensive Income / (Loss) for the period (7+8)	(106.91)	273.76	(66.12)	(165.91)	(40.22)
10	Paid-up Equity Share Capital – Face Value of ₹ 10 each.	63.82	63.82	63.82	63.82	63.82
11	Other equity				3212.19	3378.11
12	Earnings Per Share (EPS) (In `) (Not annualised)					
	Basic	(19.46)	43.08	(7.72)	(28.52)	(4.12)
	Diluted	(19.46)	43.08	(7.72)	(28.52)	(4.12)

Notes :	
(I)	The above annual financial results for the quarter and year ended 31 March 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 22/05/2021. The statutory auditors have expressed an unqualified opinion.
(II)	The audited financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
(III)	The Company has decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019.
(iv)	The company manufactures and deals with a single product, Alloy steel Cast Grinding Media, Also Company's operations are solely situated in India. Hence there are no reportable segments as required by Ind-AS -108 "Operating Segments" under the Companies (Indian Accounting Standards) Rules 2015. Further sales to a single customer amounting to 10 percent or more of the company's revenue from sales of grinding media amounted to ₹ 3307.91.Lakhs during the Financial Year 2020-21
(v)	AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
(vi)	The company's Units, which had to suspend operations temporarily, due to the Government's directives relating to COVID-19, have since resumed partial operations, as per the guidelines and norms prescribed by the Government authorities. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non- financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and expects that the carrying amount of these assets will be recovered. Having reviewed the underlying information, management believes the impact of the pandemic may not be significant. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.
	The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
(vii)	Figures of the quarter ended March 31, 2021 and March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and year to date figures up to the third quarter of the relevant financial year. The figure upto the end of third quarter had only been reviewed and not subject to audit.
(viii)	Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
(ix)	Refer Annexure - I for statement of assets and liabilities as at 31st March 2021
(x)	Refer Annexure - II for statement of cash flows for the year ended 31st March 2021

for WELCAST STEELS LIMITED

Place: Ahmedabad
Date: 22/05/2021

BHADRESH K. SHAH
DIRECTOR
DIN 00058177

As per our report of even date attached
for GANAPATH RAJ & CO
Chartered Accountants
(Firm registration No. 000846S)

MANOJ KUMAR G
Partner
Membership No 217827
UDIN:-21217827AAAAABF5828

Welcast Steels Limited

CIN : L27104GJ1972PLC085827

Annexure I - Statement of Assets and Liabilities as at 31st March 2021

Particulars	₹ in Lakhs)	
	As at 31 March 2021	As at 31 March 2020
ASSETS		
Non-current assets		
(a) Property, plant and equipment	652.58	786.75
(b) Capital work-in-progress	-	-
(c) Intangible assets	1.73	3.59
(d) Financial assets		
(1) Loans	433.77	434.16
(2) Other financial assets	29.26	21.36
(e) Deferred tax assets (net)	21.36	68.61
(f) Other tax assets (net)	69.09	80.71
(g) Other non-current assets	188.40	188.40
Total non-current assets	1,396.19	1,583.58
Current assets		
(a) Inventories	1,005.44	2,040.88
(b) Financial assets		
(i) Trade receivables	1,398.53	936.58
(ii) Cash and cash equivalents	32.10	54.90
(iii) Bank balances other than (iii) above	189.13	6.68
(iv) Loans	8.91	14.75
(v) Derivatives	-	-
(vi) Other financial assets	25.98	25.98
(c) Other current assets	94.46	374.58
Total current assets	2,754.55	3,454.35
Total assets	4,150.74	5,037.93
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	63.84	63.84
(b) Other equity	3,212.19	3,378.11
Total equity	3,276.03	3,441.95
LIABILITIES		
Non-current liabilities		
Provisions	51.43	193.93
Total non-current liabilities	51.43	193.93
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	347.30	400.00
(ii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	0.79	6.10
Total outstanding dues of creditors other than micro enterprises and small enterprises	203.78	612.82
(iii) Other financial liabilities	84.80	110.59
(b) Other current liabilities	166.72	221.66
(c) Provisions	19.89	50.88
Total current liabilities	823.28	1,402.05
Total liabilities	874.71	1,595.98
Total equity and liabilities	4,150.74	5,037.93

Welcast Steels Limited

CIN : L27104GJ1972PLC085827

Annexure II - Statement of Cash Flow for the year ended 31st March 2021.

Particulars	(₹ in Lakhs)	
	Year ended 31st March 2021	Year ended 31st March 2020
A. Cash flows from operating activities		
Net profit / (Loss) before tax	(140.20)	(5.06)
Add(Less) : adjustments		
Interest Income	(42.19)	(26.37)
Loss \ (Profit) on sale of assets (Net)	-	(42.21)
Depreciation and amortization	142.98	133.54
Finance cost	28.32	34.43
Cash generated from operations before working capital changes:	(11.09)	94.33
Changes in working capital		
Decrease / (Increase) in Trade receivable	(461.95)	322.57
Decrease in Loans	5.84	0.44
Decrease in Inventories	1,035.44	155.20
Decrease in Financial Assets	0.39	2.96
Decrease / (Increase) in Other Current assets	280.13	124.00
(Increase) Other non-current assets	(7.90)	(0.33)
(Decrease) in Provisions	(151.96)	(124.12)
(Decrease) in Trade payables	(414.35)	(487.41)
(Decrease) in Other Current Liabilities	(79.65)	(93.60)
Cash generated from / used in operations	194.91	(5.95)
Income taxes paid	11.62	(13.92)
Net cash (used in) / generated by operating activities (A)	206.53	(19.87)
B. Cash flows from investing activities		
Acquisition of Property, plant and equipment, CWIP & other intangibles	(6.98)	(276.23)
Proceeds from sale of Property, plant & equipment	-	65.96
Investment in fixed deposits in Bank (net)	(181.69)	(3.42)
Interest income	40.36	27.45
Net cash (used in)/generated from investing activities (B)	(148.31)	(186.24)
C. Cash flows from financing activities		
Increase / (Decrease) in current borrowings	(52.70)	280.00
Finance cost	(28.32)	(34.43)
Dividend paid, including dividend distribution tax	-	(19.23)
Net cash (used in) / generated from financing activities (C)	(81.02)	226.34
Net increase / (Decrease) in cash and cash equivalents (A+B+C)	(22.80)	20.23
Cash and cash equivalents at the beginning of the year	54.90	34.67
Cash and cash equivalents at the end of the year	32.10	54.90
Reconciliation of Cash and Cash Equivalents with the Balance Sheet:		
Cash and Cash Equivalents at the End of the Year		
(a) Cash on Hand	0.86	1.78
(b) Balance with bank - In Current Accounts	31.24	53.12
Total	32.10	54.90

Note :The above statement of cash flow has been prepared under the "indirect Method" as set out in the IND AS-7 "Statement of Cash flows".