

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 31 MARCH 2022

₹ in lakhs

Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Un-audited	Audited	Audited	Audited
1	Income					
	Revenue from operations	2250.21	3941.21	2455.40	8244.23	9755.22
	Other Operating Income	30.73	311.83	14.12	352.79	40.19
	a) Total Revenue from operations	2280.94	4253.04	2469.52	8597.02	9795.41
	b) Other Income	45.11	13.13	19.42	72.19	45.90
	Total Income (a+b)	2326.05	4266.17	2488.94	8669.21	9841.31
2	Expenses					
	a) Cost of material consumed	1697.83	2674.03	1235.20	5946.92	5231.05
	b) Changes in Inventories of finished goods, work-in-progress	(273.38)	476.05	465.92	(210.59)	533.85
	c) Employee benefits expense	183.59	180.91	190.63	694.75	876.40
	d) Finance costs	1.92	12.66	6.16	17.58	28.32
	e) Depreciation & amortisation expenses	28.54	33.52	29.46	108.26	142.98
	f) Other expenses	684.08	824.10	682.47	2166.06	3168.91
	Total Expenses (a+b+c+d+e+f)	2322.58	4201.27	2609.84	8722.98	9981.51
3	Profit / (Loss) before tax (1-2)	3.47	64.90	(120.90)	(53.77)	(140.20)
4	Less: Extra ordinary items	-	-	-	-	-
5	Profit /(Loss) before tax	3.47	64.90	(120.90)	(53.77)	(140.20)
6	Tax Expenses					
	(i) Current tax	-	-	-	-	-
	(ii) Deferred tax	(6.69)	(1.79)	3.32	(4.63)	41.83
	Total Tax expenses (i+ii)	(6.69)	(1.79)	3.32	(4.63)	41.83
7	Profit / (Loss) for the period (5-6)	10.16	66.69	(124.22)	(49.14)	(182.03)
8	Other Comprehensive Income / (Loss)					
	i) Item that will not be reclassified to profit or loss	22.88	0.82	23.15	25.34	21.54
	ii) Income tax relating to items that will not be reclassified to profit or loss	0.62	(0.21)	(5.84)	-	(5.42)
	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)	23.50	0.61	17.31	25.34	16.12
9	Total Comprehensive Income / (Loss) for the period (7+8)	33.66	67.30	(106.91)	(23.80)	(165.91)
10	Paid-up Equity Share Capital – Face Value of ` 10 each.	63.82	63.82	63.82	63.82	63.82
11	Other equity				3188.39	3212.19
12	Earning Per Share (EPS) (In `) (Not annualised)					
	Basic	1.59	10.45	(19.46)	(7.70)	(28.52)
	Diluted	1.59	10.45	(19.46)	(7.70)	(28.52)

Notes :	
(i)	The above annual financial results for the quarter and year ended 31 March 2022 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 23 May 2022. 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 (as amended).
(iii)	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. Company's revenue from sale of grinding media exceeding 10% is from two of its customers and its aggregating value is Rs.4075.52 Lakhs (previous year Rs 3,307.91 Lakhs).
(iv)	AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
(v)	The board has recommended a dividend of Rs NIL /- Per equity share of Rs.10/- each, subject to approval of the members of the company at the forthcoming annual general meeting.
(vi)	The company's Unit, 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 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.
(vii)	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.
(viii)	Figures of the quarter ended March 31, 2022 and March 31, 2021 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.
(ix)	Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
(x)	Refer Annexure - I for statement of assets and liabilities as at 31 March 2022.
(xi)	Refer Annexure - II for statement of cash flows for the year ended 31 March 2022.

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 23.05.2022

D P DHANUKA
Chairman
DIN: 00168198

As per our Report of even date attached

Welcast Steels Limited**Audited statement of assets and liabilities as at 31 March 2022**

Particulars	₹ in Lakhs)	
	As at 31 March 2022	As at 31 March 2021
ASSETS		
Non-current assets		
(a) Property, plant and equipment	733.10	652.58
(b) Capital work-in-progress	-	-
(c) Intangible assets	1.23	1.72
(d) Financial assets		
Loans	0.64	0.30
(e) Other Financial assets	213.97	447.44
(f) Deferred tax assets (net)	25.99	21.36
(g) Other tax assets (net)	40.21	69.09
(h) Other non-current assets	28.68	188.40
Total non-current assets	1,043.82	1,380.89
Current assets		
(a) Inventories	1,677.89	1,005.45
(b) Financial assets		
(i) Trade receivables	1,099.05	1,398.53
(ii) Cash and cash equivalents	289.60	222.94
(iii) Bank balances other than (iii) above	13.48	11.75
(iv) Loans	5.41	5.21
(v) Other financial assets	66.97	31.51
(c) Other current assets	94.52	94.47
Total current assets	3,246.92	2,769.86
Total assets	4,290.74	4,150.75
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	63.84	63.84
(b) Other equity	3,188.39	3,212.19
Total equity	3,252.23	3,276.03
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
Borrowing	127.00	-
Provisions	46.17	51.43
Total non-current liabilities	173.17	51.43
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	157.00	347.30
(ii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	7.93	0.79
Total outstanding dues of creditors other than micro enterprises and small enterprises	526.56	203.76
(iii) Other financial liabilities	82.00	84.80
(b) Other current liabilities	69.44	166.75
(c) Provisions	22.41	19.89
Total current liabilities	865.34	823.29
Total liabilities	1,038.51	874.71
Total equity and liabilities	4,290.74	4,150.75

for WELCAST STEELS LIMITED

D P DHANUKA
Chairman
DIN: 00168198

Welcast Steels Limited**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2022**

Particulars	₹ in Lakhs)	
	Year ended 31st March 2022	Year ended 31st March 2021
A. Cash flows from operating activities		
Profit / (Loss) before tax	(53.77)	(140.20)
Add / (Less) : adjustments		
Interest Income	(61.05)	(42.19)
Loss / (Profit) on disposal of property, plant and equipment	0.05	-
Bad debts	1.80	-
Depreciation and amortization	108.26	142.98
Finance cost	17.58	28.32
Cash generated from operations before working capital changes:	12.87	(11.09)
Changes in working capital		
(Increase) / Decrease in trade receivable	297.68	(461.95)
(Increase) / Decrease in loans	(0.20)	5.84
(Increase) / Decrease in inventories	(672.44)	1,035.44
(Increase) / Decrease in other financial assets	(0.34)	0.39
(Increase) / Decrease in other current assets	(34.95)	280.14
(Increase) / Decrease in other non-current assets	393.19	5.56
Increase / (Decrease) in provisions	22.60	(151.96)
Increase / (Decrease) in trade payables	329.94	(414.35)
Increase / (Decrease) in other current liabilities	(98.91)	(79.65)
Cash generated from operations	249.44	208.37
(Income taxes paid) / Income tax refund received	28.88	11.62
Net cash generated by operating activities (A)	278.32	219.99
B. Cash flows from investing activities		
Acquisition of property, plant and equipment, CWIP & other intangibles	(188.34)	(6.98)
Proceeds from sale of property, plant & equipment	-	-
(Investment in) / redemption of fixed deposits with Bank (net)	(2.93)	(4.31)
Interest income	60.49	40.36
Net cash (used in) from investing activities (B)	(130.78)	29.07
C. Cash flows from financing activities		
Proceeds from / (Repayment) of current borrowings (net)	(347.30)	(52.70)
Proceeds from / (Repayment) of current borrowings (net)	157.00	
Increase / (Decrease) in non-current borrowings	127.00	-
Finance cost	(17.58)	(28.32)
Dividend paid, including dividend distribution tax	-	-
Net cash (used in)/generated from financing activities (C)	(80.88)	(81.02)
Net increase / (Decrease) in cash and cash equivalents (A+B+C)	66.66	168.04
Add: Cash and cash equivalents at the beginning of the year	222.94	54.90
Cash and cash equivalents at the end of the year	289.60	222.94
Reconciliation of Cash and Cash Equivalents with the Balance Sheet:		
Cash and Cash Equivalents at the End of the Year (Note 13)		
(a) Cash on Hand	0.56	0.86
(b) Balance with bank - In Current Accounts	15.97	31.24
(c) Balances with bank in fixed deposit accounts -maturity less than 3 months . . . from the date of reporting	273.07	190.84
Total	289.60	222.94

for WELCAST STEELS LIMITED

D P DHANUKA
Chairman
DIN: 00168198