

**WELCAST STEELS LIMITED**

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

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

PART I UN-AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER, 2016

₹ in lakhs

Sr. No.	Particulars	Quarter ended			Half Year ended	
		30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015
		Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
1	Sales / Income from operations - (Gross)	5522.77	4190.81	3708.91	9713.58	7354.90
	Other Operating Income	2.39	0.84	2.88	3.23	4.78
	Total Income from Operations	5525.16	4191.65	3711.79	9716.81	7359.68
2	Expenditure :					
	a) Cost of Material Consumed	3216.96	2480.33	2196.11	5697.29	4316.20
	b) Excise duty on Sales	474.41	334.01	241.11	808.42	511.52
	c) Power/Electricity Charges	710.44	609.09	475.39	1319.53	938.22
	d) Changes in Inventories of Finished Goods, Work-in-progress and stock-in-trade	(19.93)	(125.03)	(26.31)	(144.96)	(46.30)
	e) Employee benefits expense	244.01	239.78	218.39	483.79	425.60
	f) Depreciation & amortization expenses	17.26	17.48	21.82	34.74	44.34
	g) Other Expenses	850.16	623.12	564.75	1473.28	1111.96
	h) Total Expenditure (a+b+c+d+e+f+g)	5493.31	4178.78	3691.26	9672.09	7301.54
3	Profit from Operations before other Income, Finance Costs & Exceptional Items (1-2)	31.85	12.87	20.53	44.72	58.14
4	Other Income	25.11	9.10	9.82	34.21	21.02
5	Profit from ordinary activities before Finance Costs & Exceptional Items (3+4)	56.96	21.97	30.35	78.93	79.16
6	Finance Costs	0.07	0.07	8.20	0.14	35.45
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	56.89	21.90	22.15	78.79	43.71
8	Exceptional Items	0.00	-			
9	Profit (+) /Loss (-) from Ordinary Activities before Tax (7-8)	56.89	21.90	22.15	78.79	43.71
10	Tax Expenses (Provision for Taxation)					
	(i) Current Tax	18.70	4.00	3.60	22.70	4.70
	(ii) Deferred Tax	0.55	(2.75)	(4.53)	(2.20)	(0.44)
	Total Tax (i+ii)	19.25	1.25	(0.93)	20.50	4.26
11	Net Profit (+) /Loss (-) from Ordinary Activities after Tax (9-10)	37.64	20.65	23.08	58.29	39.45
12	Extraordinary Items (Net of Tax Expenses Rs. NIL).		-			
13	Net Profit (+) / Loss (-) for the period (11-12)	37.64	20.65	23.08	58.29	39.45
14	Less: Share of profit / (loss) of Associates		-			
15	Less: Minority Interest		-			
16	Net Profit after Minority Interest (13-14-15)	37.64	20.65	23.08	58.29	39.45
17	Less: Prior Period Adjustment		-			
18	Net Profit after Adjustment (16-17)	37.64	20.65	23.08	58.29	39.45
19	Other Comprehensive Income / (expenses)	(3.24)	(3.31)	(3.12)	(6.55)	(6.25)
20	Total Other Comprehensive Income / (expenses) after Minority Interest	34.40	17.34	19.96	51.74	33.20
21	Paid-up Equity Share Capital – Face Value of ₹ 10 each.	63.82	63.82	63.82	63.82	63.82
22	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous accounting year	2966.41	2966.41	3002.20	2966.41	3002.20
23	Earning Per Share (EPS) (In ₹)					
	Basic and diluted EPS before & after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)					
	BASIC	5.90	3.24	3.62	8.11	6.18
	DILUTED	5.90	3.24	3.62	8.11	6.18

Notes :	
(I)	The above Un-Audited Financial Results for the Quarter ended 30th Sept, 2016 have been reviewed by the Audit Committee and were taken on record by the Board of Directors in their respective meetings held on 12th November, 2016.
(II)	Results for the quarter ended Sept 30, 2016 have been prepared in accordance with The Companies (Indian Accounting Standards) Rules, 2015 (IND AS) notified by the Ministry of Corporate Affairs. The results for the quarter ended Sept 30, 2015 have been restated as per IND AS and are comparable on line to line basis. The Company adopted IND AS from 1st April 2016 and accordingly these financial results (including for all periods presented in accordance with IND AS 101 first time adoption of IAS have been prepared in accordance with the recognition and measurement principles in IND AS 34 interim financial reporting prescribed u/s 133 of the Companies Act 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
(III)	The Statutory Auditors of the Company have carried out a "Limited Review" of the above results as per Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
(IV)	The format for above results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's Circular dated July 5, 2016, IND AS and Schedule III [Division II] to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
(V)	Contingent liability to the extent not provided in respect of - (a) disputed Service tax Rs.116.64 lacs and interest on arrears of lease rent paid Rs.7.60 lacs, (b) Customs Duty Rs 769.20 Lacs, (c) workmen illegal strike wages under dispute Rs 29.00 lacs, (d) disputed casual labour wages Rs 44.67 lacs and contravention of provision of Factories Act 1948 & its rules Rs 2.25 lacs. (e) Balance Interim relief amounting to Rs 41.32 lakhs plus interest accrued thereon granted by the Industrial Tribunal (Labour Court) Bangalore vide its order dated 07/10/2016 in respect of worker's wages. Provision is not made since the company is in the process of preferring appeal before the High Court of Karnataka challenging the above Order.
(VI)	Deferred tax represents estimated liability /asset in respect of timing differences of current period, provided in accordance with the mandatory accounting standard "Income Taxes"(IND AS-12).
(VII)	During the period under review depreciation on Plant & Machinery is provided based on triple shift working. Whereas the same was provided on the bases of double shift working for the corresponding previous period.
(VIII)	The Company has only one reportable primary business segment as per IND AS 108 i.e. Alloy steel Cast Grinding Media.
(IX)	The Ind AS compliant corresponding figures in the previous year have not been subjected to review /audit. The Company's management has exercised due diligence and ensured to disclose the figures for the previous Period conforming to Ind AS compliant to make them comparable with the current periods figures.
(X)	AIA Engineering Limited holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
(XI)	Provision for employee benefits being retirement gratuity and compensated absence is on estimate basis made by the management.
(X)	Statement of reconciliation of net profit reported under IND AS and net profit reported under previous Indian GAAP for the quarter ended Sept 30, 2015 are as under:

(₹ in Lakhs)

Particulars	Standalone	
	Quarter ended 30-09-2015	Half Year ended 30-09-2015
Net Profit after Tax as per previous Indian GAAP	19.96	33.20
ADD:		
Impact of Ind AS 19 change in actuarial assumption accounted OCI	3.12	6.25
Net Profit after Tax before OCI as per IND AS	23.08	39.45
Other Comprehensive Income / (Expenses)	(3.12)	(6.25)
Total Comprehensive as per IND AS	19.96	33.20

- (XI) Other Comprehensive Income comprises of actuarial gain/loss due to change in assumptions on employee benefits (net of tax) which under the previous GAAP, were accounted in the statement of profit & loss, now as per IAS-19 taken to Other Comprehensive Income.

**By Order of Board of Directors
For Welcast Steels Limited**

Place: Bengaluru
Date: 12th November, 2016

**(Vinod Narain)
Chairman
DIN:00058280**



WELCAST STEELS LIMITED
STATEMENT OF ASSETS & LIABILITIES

₹ in lakhs

Particulars	Unaudited	Audited
	30-Sep-2016	31-Mar-2016
ASSETS		
<u>(I) Non-current assets</u>		
(a) Property, Plant and Equipment	428.15	449.75
(b) Capital work-in-progress	0.43	-
(c) Financial Assets : -		
(i) Investments	-	0.01
(ii) Trade receivables		
(iii) Loans		
(iv) Others (to be specified)		
(d) Deferred tax assets (net)	139.53	137.33
(e) Other non-current assets	691.84	621.48
<u>(II) Current assets</u>		
(a) Inventories	1,802.89	1,284.65
(b) Financial Assets : -		
(i) Investments		
(ii) Trade receivables	715.38	617.52
(iii) Cash and cash equivalents	8.99	61.55
(iv) Bank balances other than (iii) above	5.01	5.01
(v) Loans	4.12	15.90
(vi) Others (to be specified)		
(c) Current Tax Assets (Net)		
(d) Other current assets	669.92	544.09
Total Assets	4,466.26	3,737.29
EQUITY AND LIABILITIES		
<u>Equity</u>		
(a) Equity Share capital	63.84	63.84
(b) Other Equity	3,026.11	2,974.40
<u>Liabilities</u>		
<u>(I) Non-current liabilities</u>		
(a) Financial Liabilities : -		
(i) Borrowings		
(ii) Trade payables		
(iii) Other financial liabilities (other than those specified in item (b), to be specified)		
(b) Provisions	182.90	182.90
(c) Deferred tax liabilities (Net)		
(d) Other non-current liabilities		
<u>(II) Current liabilities</u>		
(a) Financial Liabilities		
(i) Borrowings	174.83	-
(ii) Trade payables	842.39	345.09
(iii) Other financial liabilities (other than those specified in item (c))	4.71	-
(b) Other current liabilities	91.98	86.29
(c) Provisions	56.80	84.77
(d) Current Tax Liabilities (Net)	22.70	-
Total Equity and Liabilities	4,466.26	3,737.29