

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2019

INR in Lakh

Sr. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Income</b>						
	Revenue from operations	3889.31	3963.79	7330.42	7853.10	13753.31	26796.91
	Other Operating Income	17.06	217.34	26.22	234.40	99.51	164.74
	a) Total Revenue from Operations	<b>3906.37</b>	<b>4181.13</b>	<b>7356.64</b>	<b>8087.50</b>	<b>13852.82</b>	<b>26961.65</b>
	b) Other Income	-	67.73	14.61	67.73	17.49	50.42
	<b>Total Income (a+b)</b>	<b>3906.37</b>	<b>4248.86</b>	<b>7371.25</b>	<b>8155.23</b>	<b>13870.31</b>	<b>27012.07</b>
<b>2</b>	<b>Expenses</b>						
	a) Cost of Material Consumed	1985.01	3496.49	4714.90	5481.50	9389.05	17845.70
	b) Changes in Inventories of Finished Goods and Work-in-progress	432.28	(1113.69)	309.82	(681.41)	(129.87)	(13.31)
	c) Employee benefits expense	274.20	239.10	246.88	513.30	486.18	973.99
	d) Finance Costs	12.53	7.01	12.02	19.54	22.16	35.66
	e) Depreciation and amortisation expenses	42.08	22.39	17.46	64.47	34.74	84.12
	f) Other Expenses	1151.38	1543.78	2010.72	2695.16	3953.20	7807.77
	<b>Total Expenses (a+b+c+d+e+f)</b>	<b>3897.48</b>	<b>4195.08</b>	<b>7311.80</b>	<b>8092.56</b>	<b>13755.46</b>	<b>26733.93</b>
<b>3</b>	<b>Profit before Exceptional items and tax (1-2)</b>	<b>8.89</b>	<b>53.78</b>	<b>59.45</b>	<b>62.67</b>	<b>114.85</b>	<b>278.14</b>
<b>4</b>	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
<b>5</b>	<b>Profit before tax (3-4)</b>	<b>8.89</b>	<b>53.78</b>	<b>59.45</b>	<b>62.67</b>	<b>114.85</b>	<b>278.14</b>
<b>6</b>	Tax Expenses						
	(i) Current Tax	1.82	10.51	11.80	12.33	25.90	63.00
	(ii) Taxes of earlier years written back	-	-	-	-	-	(4.98)
	(iii) Deferred Tax	(3.78)	16.40	(13.82)	12.62	15.99	36.22
	<b>Total Tax ( i+ii+iii)</b>	<b>(1.96)</b>	<b>26.91</b>	<b>(2.02)</b>	<b>24.95</b>	<b>41.89</b>	<b>94.24</b>
<b>7</b>	<b>Profit for the period (5-6)</b>	<b>10.85</b>	<b>26.87</b>	<b>61.47</b>	<b>37.72</b>	<b>72.96</b>	<b>183.90</b>
<b>8</b>	<b>Other Comprehensive Income / (expenses)</b>						
	i) Item that will not be reclassified to statement of profit and loss	0.88	0.88	(0.93)	1.76	(1.86)	3.61
	ii) Income tax relating to items that will not be reclassified to statement of profit and loss	-	-	-	-	-	-
	iii) Item that will be reclassified to statement of profit and loss	-	-	-	-	-	-
	iv) Income tax relating to items that will be reclassified to statement of profit and loss	-	-	-	-	-	-
<b>9</b>	<b>Total Comprehensive Income for the period (7+8)</b>	<b>11.73</b>	<b>27.75</b>	<b>60.54</b>	<b>39.48</b>	<b>71.10</b>	<b>187.51</b>
<b>10</b>	Paid-up Equity Share Capital – Face Value of ` 10 each.	63.82	63.82	63.82	63.82	63.82	63.82
<b>11</b>	Other Equity						3437.56
<b>12</b>	Earning Per Share (EPS) (In `) (not annualised)						
	Basic	1.70	4.21	9.63	5.91	11.43	28.82
	Diluted	1.70	4.21	9.63	5.91	11.43	28.82

## Notes :

- (I) The above unaudited Financial Results for the Quarter ended and half year ended 30 September, 2019 have been reviewed by the Audit Committee and were taken on record by the Board of Directors in their respective meetings held on 11 November 2019.
- (II) The unaudited 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 Statutory Auditors of the Company have carried out a Limited Review of the above results as per Regulation 33 of SEBI(Listing obligation and Disclosure Requirements) Regulations 2015. The statutory auditors of the company have expressed an unmodified conclusion.
- (IV) 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 from the current financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised in the current quarter's financial results. Pursuant to the selection of this option, the Company has reversed deferred tax asset amounting to ₹ 8.62 lakhs due to reduction in corporate tax rate.
- (V) 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 Rs 6062.59 lakhs upto Sept 2019
- (VI) Contingent liability to the extent not provided in respect of - (a) disputed Service tax Rs. 175.52 lakh (b) interest on arrears of lease rent paid Rs.7.60 lakh, (c) Customs Duty Rs 901.78 Lakh on account of export obligation requirement on advance licence, (d) workmen illegal strike wages under dispute Rs 29.00 lakh, (e) disputed casual labour wages Rs 117.74 lakh (f) Charter of demands made by one of Labour Union, pending for disposal at Industrial Tribunal (Labour Court), Bangalore. Amount reliably not ascertainable.
- (VII) AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
- (VIII) Figures of 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 30 September 2019.
- (X) Refer Annexure - II for statement of cash flows for the half year ended 30 September 2019.

By order of Board of Directors  
For Welcast Steels LimitedVinod Narain  
Chairman  
DIN:00058280Place: Bengaluru  
Date: 11 November, 2019

**WELCAST STEELS LIMITED**  
**Annexure - I : Statement of Assets and Liabilities**

INR in Lakh

Particulars	As at 30 September 2019 Unaudited	As at 31 March 2019 Audited
<b>ASSETS</b>		
<b>(I) Non-current assets</b>		
(a) Property, plant and equipment	589.49	664.96
(b) Capital Work in progress	184.31	5.51
(c) Other Intangible Assets	0.55	0.93
(d) Deferred tax assets	77.81	90.43
(e) Other non-current assets	621.36	622.09
<b>Total Non-Current Asset</b>	<b>1,473.52</b>	<b>1,383.92</b>
<b>(II) Current Assets</b>		
(a) Inventories	2,652.68	2,196.09
(b) Financial assets		
(i) Trade Receivables	448.78	1,259.15
(ii) Cash and Cash equivalents	17.33	34.67
(iii) Bank Balances other than (ii)above	24.43	24.08
(vi) Others	8.56	18.33
(c) Other current assets	495.15	593.08
<b>Total Current Asset</b>	<b>3,646.93</b>	<b>4,125.40</b>
<b>Total Assets</b>	<b>5,120.45</b>	<b>5,509.32</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	63.84	63.84
(b) Other equity	3,457.80	3,437.56
<b>Total Equity</b>	<b>3,521.64</b>	<b>3,501.40</b>
<b>Liabilities</b>		
<b>(I) Non-current liabilities</b>		
(a) Provisions	184.68	184.71
<b>Total Non-Current Liabilities</b>	<b>184.68</b>	<b>184.71</b>
<b>(II) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	335.00	120.00
(ii) Trade payables	703.55	1,222.59
(iii) Other Financial Liabilities (other than those specified in item (c))	3.70	4.59
(b) Other current liabilities	306.63	373.77
(c) Provisions	65.25	102.26
<b>Total Current Liabilities</b>	<b>1,414.13</b>	<b>1,823.21</b>
<b>Total Equity And Liabilities</b>	<b>5,120.45</b>	<b>5,509.32</b>

**WELCAST STEELS LIMITED**

**Annexure - II UNAUDITED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED 30th SEPTEMBER 2019**

INR in Lakh

PARTICULARS	Half year ended 30 September 2019 Unaudited	Half year ended 30 September 2018 Unaudited	Year ended 31 March 2019 Audited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>			
<b>Net Profit before tax</b>	<b>62.67</b>	<b>114.85</b>	<b>278.14</b>
<b>Adjustments for :</b>			
Profit on Sale of Property, plant and equipments	(42.22)	(2.53)	(2.53)
Depreciation and amortisation	64.47	34.74	84.12
Provision / (Write-back) of provision for employee benefit	(0.02)	0.00	10.76
Interest Expenses	19.54	22.16	35.66
<b>Operating profit before changes in working capital</b>	<b>104.44</b>	<b>169.22</b>	<b>406.16</b>
<b>Changes in Working Capital</b>			
(Increase) / decrease in trade & other receivable	918.06	(415.56)	209.95
(Increase) / decrease in inventories	(456.60)	(313.79)	(154.48)
Increase / (decrease) in trade payable	(622.29)	1,087.90	188.79
<b>Cash generated from operations</b>	<b>(56.38)</b>	<b>527.77</b>	<b>650.41</b>
Direct Taxes Paid	(12.33)	(25.90)	(58.02)
<b>Net cash flow from operating activities</b>	<b>(68.71)</b>	<b>501.87</b>	<b>592.39</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant & equipments	(190.08)	(156.79)	(166.16)
Sale of property, plant & equipments	64.83	3.28	3.28
<b>Net cash flow from investing activities</b>	<b>(125.25)</b>	<b>(153.51)</b>	<b>(162.87)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds / (Repayment) from Current Borrowings	215.00	(170.00)	(380.00)
Maturity / (Addition) of Fixed Deposits & other deposits	(0.35)	15.37	17.36
Payment of / (Received back) Security deposit	0.73	0.00	(1.05)
Interest paid	(19.54)	(22.16)	(35.66)
Dividend Paid (Including taxes on dividend)	(19.23)	(15.38)	(15.39)
<b>Net cash flow from financing activities</b>	<b>176.62</b>	<b>(192.17)</b>	<b>(414.74)</b>
<b>Net increase / (decrease) in cash &amp; cash equivalents (A+B+C)</b>	<b>(17.34)</b>	<b>156.19</b>	<b>14.78</b>
Cash & cash equivalent at the beginning of the period / year	34.67	19.89	19.89
Cash & cash equivalent at the end of the period / year	17.33	176.08	34.67