

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 UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2021

Sr. No.	Particulars	INR in lakhs					
		Quarter ended			Half year ended		Year ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited	
1	Income						
	Revenue from operations	1,700.48	352.33	3,031.92	2,052.81	5,389.06	9,755.22
	Other Operating Income	10.23	-	2.76	10.23	19.93	40.19
	a) Total Revenue from operations	1,710.71	352.33	3,034.68	2,063.04	5,408.99	9,795.41
	b) Other Income	7.56	6.39	7.44	13.95	16.11	45.90
	Total Income (a+b)	1,718.27	358.72	3,042.12	2,076.99	5,425.10	9,841.31
2	Expenses						
	a) Cost of material consumed	1,480.36	94.70	1,679.41	1,575.06	2,815.09	5,231.05
	b) Changes in Inventories of finished goods, work-in-progress	(590.58)	177.32	(39.54)	(413.26)	296.85	533.85
	c) Employee benefits expense	160.85	169.40	214.90	330.25	446.37	876.40
	d) Finance costs	1.81	1.19	6.71	3.00	19.84	28.32
	e) Depreciation & amortisation expenses	23.33	22.87	36.67	46.20	75.07	142.98
	f) Other expenses	552.97	104.91	1,030.51	657.88	1,744.26	3,168.91
	Total Expenses (a+b+c+d+e+f)	1,628.74	570.39	2,928.66	2,199.13	5,397.48	9,981.51
3	Profit / (Loss) before tax and extraordinary items (1-2)	89.53	(211.67)	113.46	(122.14)	27.62	(140.20)
4	Less : Extra-ordinary items	-	-	369.10	-	369.10	-
5	Profit/(Loss) before tax	89.53	(211.67)	(255.64)	(122.14)	(341.48)	(140.20)
6	Tax Expenses						
	(i) Current tax	-	-	-	-	-	-
	(ii) Deferred tax	2.55	1.30	(9.53)	3.85	(8.72)	41.83
	Total Tax expenses (i+ii)	2.55	1.30	(9.53)	3.85	(8.72)	41.83
7	Profit / (Loss) for the period (5-6)	86.98	(212.97)	(246.11)	(125.99)	(332.76)	(182.03)
8	Other Comprehensive Income / (Loss)						
	i) Item that will not be reclassified to profit or loss	(4.88)	6.52	4.65	1.64	-	21.54
	ii) Income tax relating to items that will not be reclassified to profit or loss	1.23	(1.64)	(1.17)	(0.41)	-	(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)	(3.65)	4.88	3.48	1.23	-	16.12
9	Total Comprehensive Income / (Loss) for the period (7+8)	83.33	(208.09)	(242.63)	(124.76)	(332.76)	(165.91)
10	Paid-up Equity Share Capital – Face Value of ` 10 each.	63.82	63.82	63.82	63.82	63.82	63.82
11	Other equity						3,212.19
12	Earnings Per Share (EPS) (In `) (Not annualised)						
	Basic	13.63	(33.37)	(38.56)	(19.74)	(52.14)	(28.52)
	Diluted	13.63	(33.37)	(38.56)	(19.74)	(52.14)	(28.52)

Notes :

- (i) The above Un-audited financial results for the quarter and half year ended 30th September 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 26/10/2021. The Un-audited financial results have been subjected to limited review by the statutory auditors of the Company. The statutory auditors have expressed an unqualified conclusion.
- (ii) AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
- (iii) The unaudited financial results are prepared in accordance with the Indian Accounting Standards 34 "Interim Financial Reporting" 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.
- (iv) The Company has only one reportable primary business segment as per IND AS 108 "Operating Segments", i.e, manufacturing of High Chrome Grinding Media. 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 904.66 Lakhs (net of tax) upto the half year under review.
- (v) 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 amount 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 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.
- (vi) 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 for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
- (viii) Refer Annexure - I for statement of assets and liabilities as at 30th September 2021
- (ix) Refer Annexure - II for statement of cash flows for the half year ended 30th September 2021

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 26th Oct 2021

VINOD NARAIN
CHAIRMAN
DIN:00058280

Welcast Steels Limited

ANNEXURE -I STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2021

Particulars	₹ in Lakhs)	
	Un-audited	Audited
	As at	As at
	30th Sept 2021	31 Mar 2021
ASSETS		
Non-current assets		
(a) Property, plant and equipment	792.34	652.58
(b) Capital work-in-progress	-	-
(c) Intangible assets	2.00	1.73
(d) Financial assets		
(1) Loans	0.31	0.30
(2) Other financial assets	471.09	462.73
(e) Deferred tax assets (net)	17.10	21.36
(f) Other tax assets (net)	72.72	69.09
(g) Other non-current assets	28.68	188.40
Total non-current assets	1,384.24	1,396.19
Current assets		
(a) Inventories	1,654.71	1,005.44
(b) Financial assets		
(i) Trade receivables	688.99	1,398.53
(ii) Cash and cash equivalents	79.79	32.10
(iii) Bank balances other than (ii) above	7.47	189.13
(iv) Loans	0.13	5.21
(v) Derivatives	-	-
(vi) Other financial assets	48.26	29.68
(c) Other current assets	360.90	94.46
Total current assets	2,840.25	2,754.55
Total assets	4,224.49	4,150.74
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	63.84	63.84
(b) Other equity	3,087.42	3,212.19
Total equity	3,151.26	3,276.03
LIABILITIES		
Non-current liabilities		
Provisions	44.63	51.43
Total non-current liabilities	44.63	51.43
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	225.00	347.30
(ii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	1.59	0.79
Total outstanding dues of creditors other than micro enterprises and small enterprises	676.13	203.78
(iii) Other financial liabilities	67.72	84.80
(b) Other current liabilities	40.04	166.72
(c) Provisions	18.12	19.89
Total current liabilities	1,028.60	823.28
Total liabilities	1,073.23	874.71
Total equity and liabilities	4,224.49	4,150.74

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 26th Oct 2021

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CHAIRMAN
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WELCAST STEELS LIMITED
ANNEXURE - II : CASH FLOW FOR THE PERIOD ENDED 30th SEPTEMBER 2021

INR in Lakhs

Particulars	Half year ended 30th Sept 2021	Half year ended 30th Sept 2020	Year ended 31st Mar 2021
	Un-audited	Un-audited	Audited
A. Cash flows from operating activities			
Net Profit / (Loss) before tax	(122.14)	(341.48)	(140.20)
Add(Less) : adjustments			
Extra-ordinary items	-	369.10	-
Interest Income	(8.15)	(14.25)	(42.19)
Loss\Profit) on sale of assets (Net)	-	-	-
Depreciation and amortization	46.20	75.07	142.98
Finance cost	3.00	19.84	28.32
Cash generated from operations before working capital changes:	(81.09)	108.28	(11.09)
Changes in working capital			
Decrease/(Increase) in trade receivable	709.54	(608.55)	(461.95)
Decrease in Loans	5.08	9.35	5.84
Decrease / (Increase) in inventories	(649.27)	668.86	1,035.44
Decrease / (Increase) in financial assets	(0.01)	(12.43)	0.50
Decrease / (Increase) in other current assets	(266.44)	294.17	280.13
Decrease / (Increase) Other non-current assets	151.36	-	(8.00)
(Decrease) / Increase in provisions	(6.93)	64.82	(151.96)
(Decrease) / Increase in trade payables	473.14	(171.00)	(414.35)
(Decrease) / Increase in other current liabilities	(143.76)	(171.18)	(79.65)
Cash generated from /(used in) operations	191.62	182.32	194.91
Income taxes paid	(3.63)	17.67	11.62
Net cash (used in) / generated by operations = A	187.99	199.99	206.53
B. Cash flows from investing activities			
Acquisition of Property, plant and equipment,CWIP & other intangibles	(186.24)	(6.94)	(6.98)
Proceeds from sale of Property, plant & equipment / Impairment of assets	-	-	-
Investment in fixed deposits in bank (Net)	181.66	(8.19)	(181.69)
Interest income	(10.42)	14.25	40.36
Net cash (used in) from investing activities = B	(15.00)	(0.88)	(148.31)
C. Cash flows from financing activities			
Increase / (Decrease) in current borrowings	(122.30)	(190.00)	(52.70)
Finance cost	(3.00)	(19.84)	(28.32)
Dividend paid, including dividend distribution tax	-	-	-
Net cash (used in) / generated from financing activities = C	(125.30)	(209.84)	(81.02)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	47.69	(10.73)	(22.80)
Cash and cash equivalents at the beginning of the year	32.10	54.90	54.90
Cash and cash equivalents at the end of the period	79.79	44.17	32.10
Reconciliation of Cash and Cash Equivalents with the statement of Assets and Liabilities			
Cash and Cash Equivalents at the End of the period			
(a) Cash on Hand	0.40	0.27	0.86
(b) Balance with bank - In Current Accounts	79.39	43.90	31.24
Total	79.79	44.17	32.10

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".

for WELCAST STEELS LIMITED

Place: Bengaluru
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