

26th May 2016

National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E),
Mumbai – 400 051

BSE Limited,
Floor 25, P J Towers,
Dalal Street,
Mumbai – 400 001

Dear Sir / Madam,

Sub: Outcome of Board Meeting & Audited Financial Results for the year ended 31st March 2016**Ref:** NSE Symbol: **WABAG** / BSE Scrip Code: **533269**

1. The Board of Directors ("Board") of the Company met today, the 26th May 2016 to consider and approve the audited financial results of the Company (both standalone and consolidated) for the year ended 31st March 2016. A copy of the audited financial results in the prescribed format, reviewed by the Audit Committee and approved by the Board along with Form A and Audit Report is enclosed herewith. Also please find enclosed a copy of the press release issued by the Company in this regard.
2. The Board of Directors have recommended a dividend of Rs.4/- (Rupees Four only) per equity share of the face value of Rs.2/- each (200%) on the paid up equity capital of the Company
3. The dividend on Equity Shares, if declared at the ensuing Annual General Meeting to be held on 25th July 2016, will be credited between 26th July 2015 and 30th July 2016 to those Members whose names appear on the Company's Register of Members and to the beneficial owners as per the particulars to be furnished by the Depositories as on close of the Business hours on 15th July 2016.
4. The Register of Members and Share Transfer Books of the Company will remain closed from 16th July 2016 to 25th July 2016 (both days inclusive) for the purpose of Dividend and 21st Annual General Meeting of the Company to be held on 25th July 2016.
5. The meeting of the Board of Directors commenced at 11.30 AM & concluded at 5.15 PM (Romanian Local Time)

The Audited Financial Results of the Company for the year ended 31 March 2016 is also available on Company's website at www.wabag.com.

Kindly take note of the above.

Thanking you,

For VA TECH WABAG LIMITED

RAJIV BALAKRISHNAN
COMPANY SECRETARY

Encl: as above



Sustainable solutions, for a better life



VA TECH WABAG LIMITED

CIN: L45205TN1995PLC030231

Regd. office: "WABAG HOUSE" No.17, 200 Feet Thorapakkam- Pallavaram Main Road, Sumnambu Kolathur, Chennai 600 117.

Website: www.wabag.com | email: companysecretary@wabag.in

PART I

(Rs. In Lakhs)

Sl. No	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS				STATEMENT OF STANDALONE FINANCIAL RESULTS			
		Quarter Ended		Year Ended		Quarter Ended		Year Ended	
		31/03/2016	31/12/2015	31/03/2015	31/03/2015	31/03/2016	31/12/2015	31/03/2015	31/03/2015
		Audited	Unaudited	Audited	Audited	Audited	Unaudited	Audited	Audited
1	Income from operations								
	a) Net Sales/Income from operations (Net of excise duty)	85,607	62,887	90,572	2,42,838	55,313	37,134	56,775	1,22,013
	b) Other operating income	276	190	201	677	237	245	400	1,323
	Total Income from operations (net) (a) + (b)	85,883	63,077	90,773	2,43,515	55,550	37,379	57,175	1,23,336
2	Expenses								
	a. Cost of materials consumed	66,074	51,804	67,020	1,92,488	42,471	31,059	42,180	95,766
	b. Changes in inventories	(95)	(2,821)	3,596	(1,510)	281	(2,178)	3,046	(1,541)
	c. Employee benefits expense	5,959	5,316	5,095	20,062	2,368	2,345	1,933	8,060
	d. Depreciation and amortisation expense	511	499	(337)	1,092	297	294	330	745
	e. Other expenses	2,056	4,162	3,511	11,358	1,554	2,243	1,703	5,685
	Total expenses (a+b+c+d+e)	74,505	58,960	78,885	2,23,490	46,971	33,763	49,192	1,08,715
3	Profit/(Loss) from operations before other income, finance costs, Foreign exchange fluctuation (Gain)/Loss and exceptional items (1) - (2)	11,378	4,117	11,888	20,025	8,579	3,616	7,983	14,621
4	Foreign Exchange Fluctuation (Gain)/ Loss	(242)	139	404	170	(640)	77	127	440
5	Profit/(Loss) from operations before finance Costs and exceptional items (3) - (4)	11,620	3,978	11,484	19,855	9,219	3,539	7,856	14,181
6	Interest and Finance Charges/(Income) (Net of Interest and Dividend Income)	1,424	1,014	1,335	3,145	627	464	44	580
7	Profit/(Loss) from ordinary activities after finance Costs but before exceptional items (5) - (6)	10,196	2,964	10,149	16,710	8,592	3,075	7,812	13,601
8	Exceptional items	-	-	-	-	-	-	-	-
9	Profit/(Loss) from ordinary activities before tax (7) - (8)	10,196	2,964	10,149	16,710	8,592	3,075	7,812	13,601
10	Tax expense	3,282	1,147	3,019	5,664	2,971	1,007	2,619	4,560
11	Net Profit/(Loss) from ordinary activities after tax (9) - (10)	6,914	1,817	7,130	11,046	5,621	2,068	5,193	9,041
12	Extraordinary items	-	-	-	-	-	-	-	-
13	Net Profit/(Loss) for the period (11) - (12)	6,914	1,817	7,130	11,046	5,621	2,068	5,193	9,041
14	Share of Profit/(Loss) of Associates	(26)	42	54	159	-	-	-	-
15	Minority Interest	34	(31)	134	195	-	-	-	-
16	Net Profit/(Loss) after taxes, minority interest and share of profit/(loss) of associates (13)+(14)-(15)	6,854	1,890	7,050	11,010	5,621	2,068	5,193	9,041
17	Paid-up equity share capital (face value Rs2/- each)	1,090	1,090	1,086	1,086	1,090	1,090	1,086	1,086
18	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				89,178				67,534
19i	Earnings Per Share (EPS) (before extraordinary items) (of Rs. 2 each) (not annualized, adjusted for bonus shares issued)								
	a) Basic (Rs.)	12.50	3.47	13.06	20.39	10.33	3.80	9.62	16.74
	b) Diluted (Rs.)	12.51	3.47	12.94	20.20	10.26	3.79	9.53	16.59
19ii	Earnings Per Share (EPS) (after extraordinary items) (of Rs. 2 each) (not annualized, adjusted for bonus shares issued)								
	a) Basic (Rs.)	12.60	3.47	13.06	20.39	10.33	3.80	9.62	16.74
	b) Diluted (Rs.)	12.51	3.47	12.94	20.20	10.26	3.79	9.53	16.59

MR

Segment-wise Revenue, Result and Capital Employed

(Rs. in Lakhs)

Particulars	CONSOLIDATED						STANDALONE					
	Quarter Ended			Year Ended			Quarter Ended			Year Ended		
	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015	31/03/2016	31/03/2016	31/12/2015	31/03/2015	31/03/2016	31/03/2015	31/03/2016
	Audited	Unaudited	Audited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited	Audited
1. Segment Revenue												
India	28,910	25,310	43,914	96,460	90,815	28,910	28,910	25,310	43,914	96,460	90,815	90,815
Rest of world	62,487	41,592	51,013	1,70,383	1,61,863	26,403	26,403	11,824	12,861	53,822	31,198	31,198
Total	91,397	66,902	94,927	2,66,843	2,52,678	55,313	55,313	37,134	56,775	1,50,282	1,22,013	1,22,013
Less: Inter Segment Revenue	5,790	4,015	4,355	12,638	9,840	-	-	-	-	-	-	-
Net Sales/Income From Operations	85,607	62,887	90,572	2,54,205	2,42,838	55,313	55,313	37,134	56,775	1,50,282	1,22,013	1,22,013
2. Segment Results (Profit /Loss before Interest, tax and other unallocable items)												
India	5,207	5,371	7,032	19,380	16,009	5,207	5,207	5,371	7,032	19,380	16,009	16,009
Rest of world	14,421	8,533	12,924	35,934	35,851	7,354	7,354	2,882	4,517	15,426	11,779	11,779
Total	19,628	13,904	19,956	55,314	51,860	12,561	12,561	8,253	11,549	34,806	27,788	27,788
Less: (i) Interest and bank charges, net	1,424	1,014	1,335	4,242	3,145	627	627	464	44	1,547	580	580
(ii) Other Un-allocable Expenditure net off	8,526	10,001	8,673	35,885	32,682	4,219	4,219	4,882	4,093	17,584	14,930	14,930
Add: (i) Un-allocable income	518	75	201	985	677	877	877	168	400	2,178	1,323	1,323
Total Profit Before Tax	10,196	2,964	10,149	16,172	16,710	8,592	8,592	3,075	7,812	17,853	13,601	13,601
3. Capital Employed (Segment Assets – Segment Liabilities)												
India	71,290	71,081	40,615	71,290	40,615	74,156	74,156	73,956	43,134	74,156	43,134	43,134
Rest of world*	32,008	33,101	31,648	32,008	31,648	7,159	7,159	9,356	6,709	7,159	6,709	6,709
Unallocated	(3,301)	(9,572)	18,501	(3,301)	18,501	(3,204)	(3,204)	(8,221)	18,790	(3,204)	18,790	18,790
Total	99,997	94,610	90,764	99,997	90,764	78,111	78,111	75,091	68,633	78,111	68,633	68,633

Notes:

- The above results were reviewed by the Audit Committee and approved and taken on record by the Board at its meeting held on May 26, 2016 and an audit has been carried out by the Statutory Auditors of the Company.
- The Board of Directors recommend a dividend of Rs 4/- per share on the paid up Equity Share Capital of the Company.
- The figures for the corresponding previous periods have been regrouped / reclassified to conform to the figures presented in the current period. In the consolidated results for the current period, personnel cost directly attributable to operation and maintenance contracts have been classified as cost of materials consumed as they represent directly attributable project costs. Consequently, Rs 3,181 lakhs for the quarter ended March 31, 2015 and Rs. 7,702 lakhs for the year ended March 31, 2015 have been reclassified to conform to the presentation for the current period.
- The figures for the quarter ended March 31, 2016 and March 31, 2015 represents the difference between the audited figures in respect of full financial years and the published figures for the 9 months ended December 31, 2015 and December 31, 2014 respectively.
- Considering the risk/return profiles of the segments between product and geography, the Company has identified geography as primary segment in accordance with Accounting Standard (AS) 17 on Segment Reporting. The Company does not have any secondary segment. Segment revenue comprises sales and operational income allocable specifically to a segment. Un-allocable expenditure mainly includes employee expense, depreciation, foreign exchange loss and other expenses. Un-allocable income primarily includes other operating income and foreign exchange gain.
- Depreciation for the year ended March 31, 2015 includes a reversal of Rs 597 lakhs (in the standalone results) and of Rs 276 lakhs (net) (in the consolidated results), which represents the impact of change in accounting policy for providing depreciation on fixed assets from 'Written Down Value' method to 'Straight Line' method effective April 1, 2014.

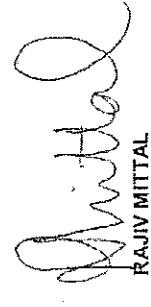
7. Statement of Assets and Liabilities as at March 31, 2016 is given below

Particulars	Consolidated		Standalone	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
	Audited	Audited	Audited	Audited
A. EQUITY AND LIABILITIES				
1. Shareholders' funds:				
(a) Share capital	1,090	1,086	1,090	1,086
(b) Reserves and surplus	98,082	89,178	77,017	67,534
Sub-total - Shareholders' funds	99,172	90,264	78,107	68,620
2. Share application money pending allotment	4	13	4	13
3. Minority interest	821	487	-	-
4. Non-current liabilities				
(a) Long-term borrowings	5,012	6,931	-	-
(b) Deferred tax liabilities (net)	307	300	-	-
(c) Other long term liabilities	15,231	21,126	14,920	20,462
(d) Long-term provisions	1,695	2,799	418	1,686
Sub-total - Non-current liabilities	22,245	31,156	15,338	22,148
5. Current liabilities				
(a) Short-term borrowings	32,721	10,483	23,890	6,260
(b) Trade payables	1,03,993	86,531	62,347	55,753
(c) Other current liabilities	28,814	21,754	7,012	9,681
(d) Short-term provisions	12,890	16,087	5,665	8,177
Sub-total - Current liabilities	1,78,418	1,34,855	98,914	79,871
TOTAL - EQUITY AND LIABILITIES	3,00,660	2,56,775	1,92,363	1,70,652
B. ASSETS				
1. Non-current assets				
(a) Fixed assets	17,791	19,188	9,499	9,899
(b) Non-current investments	1,773	274	4,384	2,536
(c) Deferred tax assets (net)	782	2,289	616	2,009
(d) Long-term loans and advances	1,554	955	1,539	955
(e) Other non-current assets	29,329	24,149	28,184	22,367
Sub-total - Non-current assets	51,229	46,855	44,222	37,766
2. Current assets				
(a) Current investments	1,000	3,500	1,000	3,500
(b) Inventories	9,762	4,698	6,546	2,983
(c) Trade receivables	1,76,819	1,48,067	1,07,494	96,331
(d) Cash and bank balances	35,836	31,117	12,352	12,826
(e) Short-term loans and advances	10,987	10,628	10,322	7,417
(f) Other current assets	15,027	11,910	10,427	7,829
Sub-total - Current assets	2,49,431	2,09,920	1,48,141	1,32,886
TOTAL - ASSETS	3,00,660	2,56,775	1,92,363	1,70,652

Place: Bucharest, Romania

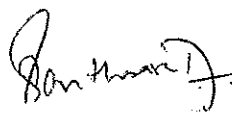
Date: May 26, 2016

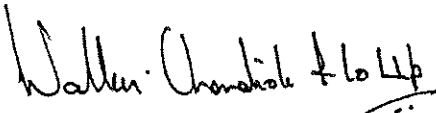
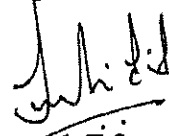
For VA TECH WABAG LIMITED


RAJIV MITTAL
MANAGING DIRECTOR & GROUP CEO

FORM A

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements Regulations, 2015)

1	Name of the Company	VA TECH WABAG LIMITED
2	Annual Consolidated Financial Statements for the year ended	31 March 2016
3	Type of Audit Observation	A. The report of Statutory auditor contains the following Emphasis of Matter: “We draw your attention to the following: Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment. The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to Rs. 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to Rs. 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.”
4	Frequency of Observation	Observation A has been reported since the year ended 31 March 2010
5	Signed By	
	Managing Director & Group CEO	 Rajiv Mittal
	Chief Financial Officer	 Parthasarathy Gopalan

	Auditors Of the Company	 for Walker Chandiok & Co LLP Chartered Accountants Firm Registration No: -001076N/N500013  per Sumesh E S Partner Membership No: 206931
	Audit Committee Chairman	 Bhagwan Dass Narang

Walker Chandiook & Co LLP

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(Formerly Walker, Chandiook & Co)
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Auditor's Report on Quarterly Consolidated Financial Results and Consolidated Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of VA Tech Wabag Limited

1. We have audited the annual consolidated financial results of VA Tech Wabag Limited ("the Company") and its subsidiaries, jointly controlled entity and associates (the Company, its subsidiaries, jointly controlled entity and associates together referred to as "the Group") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 3 in the annual financial results regarding the figures for the quarter ended 31 March 2016 as reported in these financial results which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these Financial results based on our review of financial results for the nine months period ended 31 December 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standards (AS 25), Interim Financial reporting issued pursuant to the Companies (Accounting Standards) Rules, 2006, read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements which have been prepared in accordance Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the financial results. An audit also includes assessing the accounting



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principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. We did not audit the financial statements of 18 subsidiaries and 1 jointly controlled entity included in these financial results, whose financial statements reflect total assets (after eliminating intra-group transaction) of ₹ 115,868 lakhs as at 31 March 2016, total revenue (after eliminating intra-group transactions) of ₹ 114,318 lakhs for the year ended 31 March 2016. These financial results also include the Group's share of net profit of ₹ 2,222 lakhs for the year ended 31 March 2016. These financial results include the Group's share of net profit of ₹ 93 lakhs for the year ended 31 March 2016 in respect of 2 associates whose financial statements have not been audited by us. These financial statements and other financial information have been audited by other auditors whose audit reports have been furnished to us, and our opinion, to the extent they have been derived from such financial statements, is based solely on the audit reports of such other auditors. Our opinion is not qualified in respect of this matter.
4. In our opinion and to the best of our information and according to the explanations given to us and upon consideration of reports of other auditors, these annual consolidated financial results:

- i. include the financial results of the following entities as at and for the year ended 31 March 2016;

Subsidiaries

- a) VA Tech Wabag (Singapore) Pte Ltd
- b) VA Tech Wabag GmbH
- c) Wabag Wassertechnik AG
- d) VA Tech Wabag Deutschland GmbH
- e) VA Tech Wabag Brno Spol S.R.O
- f) Wabag Water Services (Macao) Limited
- g) Wabag Water Services s.r.l.
- h) VA Tech Wabag Tunisia s.a.r.l.
- i) VA Tech Wabag Algeria s.a.r.l.
- j) Beijing VA Tech Wabag Water Treatment Technology Co. Limited
- k) VA Tech Wabag Teknolojisi Ve Ticaret Anonim Şirket
- l) VA Tech Wabag (Hong Kong) Limited
- m) Ujams Wastewater Treatment Company (Pty) Ltd.
- n) VA Tech Wabag (Spain) S.LU
- o) VA Tech Wabag Muscat L.L.C.
- p) VA Tech Wabag (Philippines) Inc.
- q) VA Tech Wabag Limited Pratibha Industries Limited JV
- r) Wabag Operation and Maintenance W.L.L.
- s) Wabag Limited
- t) Wabag Belhasa JV W.L.L.
- u) Wabag Muhibbah JV Sdn Bhd

Jointly controlled entity

- a) International Water Treatment L.L.C.



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Associates

- a) Windhoek Goreangab Operating Company (Pty) Limited (Associate)
 - b) VA Tech Wabag and Roots Contracting L.L.C.
- ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- iii. give a true and fair view of the consolidated net profit and other financial information for the quarter and year ended 31 March 2016.
5. We draw your attention to the following:

Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment.

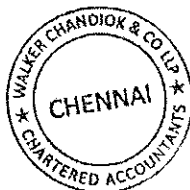
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Walker Chandiok & Co LLP

For Walker Chandiok & Co LLP
Chartered Accountants
Firm Registration No.: 001076N/N500013

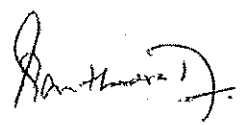
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Partner
Membership No. 206931

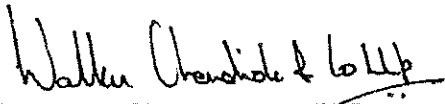
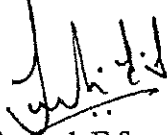
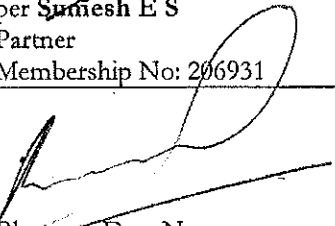
Place: Bucharest, Romania
Date: 26 May 2016



FORM A

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements Regulations, 2015)

1	Name of the Company	VA TECH WABAG LIMITED
2	Annual Standalone Financial Statements for the year ended	31 March 2016
3	Type of Audit Observation	A. The report of Statutory auditor contains the following Emphasis of Matter: “We draw your attention to the following: Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment. The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to Rs. 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to Rs. 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.”
4	Frequency of Observation	Observation A has been reported since the year ended 31 March 2010
5	Signed By	
	Managing Director & Group CEO	 Rajiv Mittal
	Chief Financial Officer	 Parthasarathy Gopalan

	Auditors Of the Company	 for Walker Chandiok & Co LLP Chartered Accountants Firm Registration No: -001076N/N500013  per Sumesh E S Partner Membership No: 206931
	Audit Committee Chairman	 Bhagwan Dass Narang

Walker Chandiook & Co LLP

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Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of VA Tech Wabag Limited

1. We have audited the annual financial results of VA Tech Wabag Limited ("the Company") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 3 in the annual financial results regarding the figures for the quarter ended 31 March 2016 as reported in these financial results which are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and not subjected to audit. These financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of the third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual financial results based on our review of financial results for the nine months period ended 31 December 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual financial statements which have been prepared in accordance Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether



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the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, these annual financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view of the net profit and other financial information for the quarter and year ended 31 March 2016.

4. We draw your attention to the following:

Consequent to Section 80 IA, being amended by Finance Act 2009, denying the benefit of deduction under this Section to business in the nature of work contracts, with retrospective effect from April, 2000, the Company based on a legal opinion believes that this amendment will not impact its eligibility to claim deduction under the said section. Also based on the legal opinion, the Company has filed a writ petition in the High Court, challenging the constitutional validity of the retrospective amendment.

The ultimate outcome of the matter cannot be presently determined and no provision for any liability that may result has been made in the financial statements by the Company for the period from 01 April 2001 to 31 March 2009. However, such a liability on account of possible denial of deduction prospectively from 01 April 2009 has been fully provided as current tax. Pursuant to this, the estimated tax liability for the period from 01 April 2001 to 31 March 2009 amounting to ₹ 2,422 lakhs and interest there upon from 01 April 2001 to 31 March 2016 amounting to ₹ 2,855 lakhs have been considered as contingent liability as at 31 March 2016. Our opinion is not modified in respect of this matter.

Walker Chandio & Co LLP

For Walker Chandio & Co LLP

Chartered Accountants

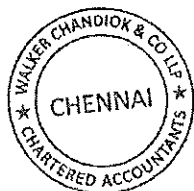
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Partner

Membership No. 206931



Place: Bucharest, Romania

Date: 26 May 2016

WABAG announces FY 16 Results; Standalone Sales and EBITDA records impressive growth of 23% and 27% respectively; Consolidated Sales and EBITDA up by 5% each; Board recommends Final dividend of 200%

May 26, 2016: VA TECH WABAG LIMITED, a leading Indian Multinational Company in the water sector today announced its financial results for the quarter and full year ended 31st March, 2016.

Key Highlights:

- Standalone Sales & EBTIDA up by 23% and 27% respectively in FY16
- Consolidated Sales & EBITDA up by 5% each in FY 16
- Order Book of over Rs. 8,300 Crores including Framework contracts of about Rs. 1,000 crores

Standalone recorded highest ever Sales this year of Rs. 1,503 crores as compared to Rs. 1,220 crores last year registering an impressive growth of 23%. EBITDA at Rs. 195 crores for FY 16 recorded a growth of 27% as against Rs. 154 crores in FY 15. Net Profit stood at Rs. 117 crores as against Rs. 90 crores during previous year recording a growth of 30%.

On a consolidated basis the Company reported Sales of Rs. 2,542 crores in FY16 as compared to Rs. 2,428 crores in FY15 registering a marginal growth of 5% over FY15. Consolidated EBITDA was up by 5% and stood at Rs. 221 crores as against Rs. 211 crores in FY15. Net Profit for the year stood at Rs. 92 crores as compared to 110 crores in FY15. The Board of Directors at their meeting held today has recommended a dividend of 200% i.e., Rs. 4/per share on the paid up equity capital of the Company.

The Company won orders of over Rs. 5,000 crores in FY 16, the highest ever order intake achieved by the Company in a single financial year. The Company's order book stands at over Rs. 8,300 crores as on 31st March 2016, including Rs. 1,000 crores of Framework Contract.



Commenting on the results, Mr. Rajiv Mittal, Managing Director, VA TECH WABAG LIMITED said "Despite the tough global macro-economic conditions, the Company has delivered good numbers; the liquidity stress in the market has impacted our bottomline adversely. But, our proactive approach to focus on the international market on key big ticket jobs have helped us in garnering orders of more than Rs. 5,000 crores in the year. With a healthy order book we see a good outlook for the coming years."

The key orders received during Q4 FY16 are.

1. The Polgahawela Water Treatment Plant Order in Sri Lanka was converted from Framework contract into firm order intake following the signing of the loan agreement between the Water Board of Sri Lanka and Exim Bank of India. The order is worth US\$ 108 mn and is the second order secured from Sri Lanka by the Company through Buyers Credit, the first one being the Dambulla order, which is at an advanced stage of completion. The scope includes Design, Construction, Testing and Commissioning of an Integrated Water Supply Scheme for Polgahawela and adjoining areas.
2. The second major order won in Q4 FY16 was the 45 MLD Tertiary Treatment Plant order from Chennai Metro Water. The order also includes Operation and Maintenance of the plant for a period of 15 years. This will be one of the biggest reuse plants in the country. This project is a decisive step in the direction of domestic wastewater recycling thus creating alternate sources of water wherein treated water from the existing Koyambedu Sewage Treatment Plant will be recycled and conveyed to various industries at Irungattukottai, Sriperumbudur and Oragadam. The project will adopt a state-of-the-art ultra-filtration and reverse osmosis technology to treat the secondary domestic waste water to provide a consistent quality of water to various industries.

In the financial year 2016-17 till date, the Company has already garnered orders about Rs. 500 crores. The key orders secured are to construct a ADB funded Waste Water Treatment Plant in Nepal, an Industrial Desalination Plant for Reliance Industries in India and an Industrial water treatment plant by the Company's Czech Subsidiary.



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For Further information, please contact:

Mr. T V Gopal, Chief Manager - Public Relations

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About WABAG: Around the world, the WABAG name stands for innovative and successful solutions in the water engineering sector. As an internationally respected expert group, we act as a systems specialist and full service provider with a focus on the planning, installation and operation of drinking and wastewater plants for local government and industry in the growth markets of Asia, North Africa, Middle East, the Central and Eastern Europe states. The WABAG Group represents a leading multinational player with a workforce of over 2,000 and has companies and offices in more than 22 countries. It disposes over unique technological know-how, based on innovative, patented technologies and long-term experience. Since 1995, WABAG has completed over 900 water and wastewater plants worldwide. Through the conservation and ecological use of the world's most valuable resource, WABAG has made a sustained contribution to an improvement in the quality of life of well over a hundred million people. WABAG is thus one of the world's leading partners for investments in a future that is worth living.

