

**WALCHANDNAGAR INDUSTRIES LIMITED**

Regd. Office :- 3, Walchand Terraces, Tardeo Road,
Mumbai 400 034, India. • Ph. : 40287109 Fax : 2363 4527

Ref. No. : WI:SEC:2012

Date : 04.05.2012

National Stock Exchange of India Ltd
Corporate Action Department
Exchange Plaza, 5th floor,
Plot No. C/1, G Block,
Bandra Kurla Complex, Bandra (East)
Mumbai 400 051
Fax :26598237/38, 66418126/25/24

Bombay Stock Exchange Ltd.,
Corporate Relations
Department
1st floor, New Trading Ring,
Rotunda Bldg P.J. Tower,
Mumbai 400 001
Fax:: 22723121/2039/2037

Dear Sirs,

Sub: **Un-audited (Reviewed) Financial Results for the quarter and half year ended 31st March, 2012 as per Clause 41 of the Listing Agreement along with Limited Review Report as on the date issued by Statutory Auditors of the Company.**

This is to inform you that the Un-audited (Reviewed) Financial Results for the quarter ended 31st March, 2012 were approved and taken on record at the meeting of the Board of Directors of the Company held today i.e. 04.05.2012. A copy of the same along with Limited Review Report on the Un-audited Financial Results for the quarter ended 31.03.2012, issued by M/s. K. S. Aiyar & Co., Chartered Accountants (Statutory Auditors of the Company) are enclosed for your information and record.

Thanking you,

Yours faithfully,
For Walchandnagar Industries Ltd.,

G. S. Agrawal
Vice President (Legal & Taxation) & Company Secretary

Encl.: as above



WALCHANDNAGAR INDUSTRIES LTD.


Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034.



(Rupees in Lacs)

PART I

Statement of Unaudited Results for the Quarter Ended 31/03/2012

	Particulars	3 months ended (31/03/2012) (Unaudited)	Preceding 3 months ended (31/12/2011) (Unaudited)	Corresponding 3 months ended (31/03/2011) (Unaudited)	Year to date figures for current period ended (31/03/2012) (Unaudited)	Year to date figures for previous period ended (31/03/2011) (Unaudited)	Previous year ended (30/09/2011) (Audited)
1	Income from operations	21,922	18,667	28,695	40,589	48,256	95,767
	a) Net sales/income from operations (Net of excise duty)	14	675	53	689	400	556
	b) Other operating income	21,936	19,342	28,748	41,278	48,656	96,323
	Total income from operations (net)						
2	Expenses	13,958	14,224	23,316	28,182	40,384	79,393
	a) Cost of materials consumed	-	-	-	-	-	-
	b) Purchases of stock-in-trade	939	(426)	(689)	513	(2,819)	(6,827)
	c) Changes in inventories of finished goods, work-in-progress & stock-in-trade	2,418	2,194	2,171	4,612	3,971	7,844
	d) Employee benefits expense	431	428	363	859	716	1,589
	e) Depreciation and amortization expense	2,789	2,451	2,480	5,240	4,642	9,873
	f) Other expenses	20,535	18,871	27,641	39,406	46,894	91,872
	Total Expenses						
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	1,401	471	1,107	1,872	1,762	4,451
4	Other income	29	13	39	42	76	112
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 +/- 4)	1,430	484	1,146	1,914	1,838	4,563
6	Finance Costs	487	395	386	882	576	1,879
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items & foreign exchange fluctuation (5 + 6)	943	89	760	1,032	1,262	2,684
8	Exchange Currency Fluctuation Gain / (Loss)	300	(957)	(38)	(657)	43	(989)
9	Exceptional items (refer note no. 4)	(529)	-	-	(529)	-	-
10	Profit / (Loss) from ordinary activities before tax (7 + 8 + 9)	714	(868)	722	(154)	1,305	1,695
11	Tax Expense	220	(260)	228	(40)	364	415
12	Net Profit / (Loss) from ordinary activities after tax (9 +/- 10)	494	(608)	494	(114)	941	1,280
13	Extraordinary items (net of tax expense Rs. Nil Lakhs)	-	-	-	-	-	-
14	Net Profit/(Loss) for the period (11 +/- 12)	494	(608)	494	(114)	941	1,280
15	Paid-up equity share capital (Face Value of Rs.2/- each)	761	761	761	761	761	761
16	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	NA	NA	NA	NA	NA	22,689

	Particulars	3 months ended (31/03/2012)	Preceding 3 months ended (31/12/2011)	Corresponding 3 months ended (31/03/2011)	Year to date figures for current period ended (31/03/2012)	Year to date figures for previous period ended (31/03/2011)	Previous year ended (30/09/2011)
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
17	Earnings per share (before & after extraordinary items) (of Rs 2/- each) (not annualized):						
	a) Basic	1.30	(1.60)	1.30	(0.30)	2.47	3.36
	b) Diluted	1.30	(1.60)	1.30	(0.30)	2.47	3.36
	PART II						
A	PARTICULARS OF SHAREHOLDING						
1	Public Shareholding						
	Number of shares	17,131,592	17,139,902	17,131,592	17,131,592	17,131,592	17,131,592
	Percentage of shareholding	45.00	45.02	45.00	45.00	45.00	45.00
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	Number of shares	-	1,300,000	800,000	-	800,000	950,000
	Percentage of shares (as a % of the total shareholding of promoter group)	-	6.21	3.82	-	3.82	4.54
	Percentage of shares (as a % of the total share capital of the company)	-	3.41	2.10	-	2.10	2.50
	b) Non-encumbered						
	Number of shares	20,938,613	19,630,303	20,138,613	20,938,613	20,138,613	19,988,613
	Percentage of shares (as a % of the total shareholding of the Promoter & Promoter group)	100.00	93.79	96.18	100.00	96.18	95.46
	Percentage of shares (as a % of the total share capital of the company)	55.00	51.57	52.90	55.00	52.90	52.50
	Particulars	3 months ended (31/03/2012)					
B	INVESTOR COMPLAINTS						
	Pending at the beginning of the quarter				Nil		
	Received during the Quarter				15		
	Disposed of during the quarter				15		
	Remaining unresolved at the end of the quarter				Nil		
Notes :							
1	The above results have been taken on record, reviewed by Audit committee and approved by Board of Directors at the Board meeting held on 4th May, 2012.						
2	The Statutory Auditors have carried out a limited review of the results for the Quarter ended on 31st March, 2012.						
3	The company had issued 80,00,000 fully paid equity shares to the promoters on preferential basis, post conversion of 8,00,000 convertible warrants received a total amount of Rs. 5,072 lakhs. Out of these Rs.1,516 lakhs has been utilized for capital expenditure, Rs.2,780 lakhs for working capital and the balance amount of Rs.776 lakhs is invested in Liquid Mutual Funds.						
4	The Company has reached a settlement before the arbitrators, with a customer during the quarter. Necessary effect has been given in the books of account on 31st March 2012 resulting in the write-off of Rs. 529 lakhs remaining after the receipt of the balance amount due from the customer. Accordingly Auditors qualification stands removed.						
5	Figures have been regrouped for the previous periods, wherever necessary.						
					For WALCHANDNAGAR INDUSTRIES LIMITED		
							
Place: Mumbai					CHAKOR L. DOSHI		
Date: 4th May, 2012					CHAIRMAN		
A TRADITION OF ENGINEERING EXCELLENCE							

 WALCHANDNAGAR INDUSTRIES LTD.						
SEGMENT-WISE REVENUE RESULTS & CAPITAL EMPLOYED						
Rupees in Lacs						
Particulars	Quarter Ended 31-03-2012 (Un-audited)	Quarter Ended 31-12-2011 (Un-audited)	Quarter Ended 31-03-2011 (Un-audited)	Half Year ended 31-03-2012 (Un-audited)	Half Year ended 31-03-2011 (Un-audited)	Year Ended 30-09-2011 (Audited)
Segment Revenue						
a) Heavy Engineering	20,340	18,008	27,479	38,348	46,137	91,157
b) Foundry and Machine Shop	1,285	1,037	1,138	2,322	2,178	4,417
c) Others	323	312	217	635	457	968
Total	21,948	19,357	28,834	41,305	48,772	96,542
Less : Inter segment Revenue	12	15	86	27	116	219
Net Sales/Income from Operations	21,936	19,342	28,748	41,278	48,656	96,323
Segment Results						
Profit/(Loss) before Interest and Tax						
a) Heavy Engineering	1,470	(213)	1,373	1,257	2,305	4,373
b) Foundry and Machine Shop	(21)	(88)	(23)	(109)	(37)	(136)
c) Others	65	56	20	121	58	131
Total	1,514	(245)	1,370	1,269	2,326	4,368
Less : Interest	487	395	388	882	576	1,879
Less : Other unallocable	313	220	262	541	445	794
Expenditure net of unallocable Income						
Profit/(Loss) Before Tax	714	(868)	722	(154)	1,305	1,895
Capital Employed						
Segment Assets						
Less : Liabilities						
a) Heavy Engineering	31,900	30,076	26,308	31,900	26,308	32,338
b) Foundry and Machine Shop	3,123	2,999	3,377	3,123	3,377	3,197
c) Others	908	838	681	908	681	776
d) Unallocated (Excluding Investment)	1,488	1,405	2,260	1,488	2,260	1,313
Total	37,419	35,318	32,626	37,419	32,626	37,624
<div> <div>Place: Mumbai Date: 4th May, 2012</div> <div> For WALCHANDNAGAR INDUSTRIES LTD  CHAKOR L. DOSHI CHAIRMAN </div> </div>						
A TRADITION OF ENGINEERING EXCELLENCE						





WALCHANDNAGAR INDUSTRIES LTD.

Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034.

Statement of Assets and Liabilities

Rupees In lakhs

Particulars		As at 31/03/2012 (current half year end)	As at 30/09/2011 (previous year end)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	a) Share capital	761	761
	b) Reserves and surplus	39,218	39,935
	c) Money received against share warrants	-	-
	Sub-total - Shareholders' funds	39,979	40,696
2	Share application money pending allotment	-	-
3	Minority Interest *	-	-
4	Non-current Liabilities		
	a) Long-term borrowings	2,954	3,714
	b) Deferred tax liabilities (net)	437	483
	c) Other long-term liabilities	3,263	3,266
	d) Long-term provisions	532	371
	Sub-total - Non-current liabilities	7,186	7,834
5	Current liabilities		
	a) Short-term borrowings	12,619	11,841
	b) Trade payables	19,408	26,264
	c) Other current liabilities	38,382	38,140
	d) Short term provisions	-	442
	Sub-total - Current liabilities	70,409	76,687
	TOTAL - EQUITY AND LIABILITIES	117,574	125,217
B	ASSETS		
1	Non-current assets		
	a) Fixed Assets	33,068	33,823
	b) Goodwill on consolidation	-	-
	c) Non-current investments	136	136
	d) Deferred tax assets (net)	-	-
	e) Long-term loans and advances	5,591	5,567
	f) Other non-current assets	137	137
	Sub-total - Non-Current Assets	38,832	39,663
2	Current Assets		
	a) Current investments	1,789	1,729
	b) Inventories	30,953	28,975
	c) Trade receivables	33,076	39,787
	d) Cash and cash equivalents	3,834	2,952
	e) Short-term loans and advances	8,978	12,112
	f) Other current assets	12	19
	Sub-total - Current Assets	78,642	85,554
	TOTAL ASSETS	117,574	125,217

For WALCHANDNAGAR INDUSTRIES LIMITED

Place: Mumbai
Date: 4th May, 2012

CHAKOR L. DOSHI
CHAIRMAN

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K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

P-7 Laxmi Mills
Shakti Mills Lane (Off Dr E Moses Rd)
Mahalaxmi Mumbai 400 011 India
Tel : 91 22 2493 2502 / 6655 1770
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The Board of Directors,
Walchandnagar Industries Limited,
3, Walchand Terraces,
Tardeo Road, Mumbai – 400 034

**Re: Limited Review - Unaudited Financial Results for the Quarter Ended
March 31, 2012**

1. We have reviewed the accompanying statement of unaudited financial results of Walchandnagar Industries Limited for the quarter ended March 31, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, Engagements to Review Financial Statements issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to Note No. 4 of the Financial Results wherein the company has during the quarter reached a settlement with a customer before the arbitrators. Necessary effect has been given in the books of account as on March 31, 2012 resulting in the write-off of ₹ 529 lakhs remaining after the receipt of the balance amount due from the customer.

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K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K. S. AIYAR & Co.
Chartered Accountants
FRN: 100186W



Satish K. Kelkar

Partner

Membership No. 38934

Place: Mumbai

Date: May 04, 2012