

**WALCHANDNAGAR INDUSTRIES LIMITED**

Regd. Office :- 3, Walchand Terraces, Tardeo Road,
Mumbai 400 034 India • Ph.: 4028 7109 Fax : 2363 4527

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Ref. No. : WI:SEC:2014

Date : 30.04.2014

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

BSE 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, 2014 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 and Half Year ended 31st March, 2014 were approved and taken on record at the meeting of the Board of Directors of the Company held today i.e. 30.04.2014. A copy of the same along with Limited Review Report on the Un-audited Financial Results for the Quarter and Half Year ended 31.03.2014, 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.


PART I

₹ in lakhs

Statement of unaudited Results for the Quarter and Half Year Ended on 31st March 2014

Particulars	Quarter ended 31-3-2014	Quarter ended 31-12-2013	Quarter ended 31-3-2013	Half Year ended 31-3-2014	Half Year ended 31-3-2013	Year ended 30-09-2013
	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Audited)
1 Income from operations						
(a) Net sales/income from operations (Net of excise duty) (Refer Note 4)	18,614	14,372	15,745	32,986	32,213	71,755
(b) Other Operating Income	42	302	469	344	533	896
Total Income from operations (net)	18,656	14,674	16,214	33,330	32,746	72,651
2 Expenses						
(a) Cost of materials consumed	8,303	9,595	12,263	17,898	25,146	42,186
(b) Sub-contracting and processing charges and Other Direct Costs	3,416	6,636	1,345	10,052	3,886	14,757
(c) Purchases of stock-in-trade	-	-	-	-	-	-
(d) Changes in inventories of finished goods, work-in-progress & stock-in-trade	1,658	(3,704)	(110)	(2,046)	(2,048)	(235)
(e) Employee benefits expense	2,442	2,434	2,407	4,876	4,874	9,647
(f) Depreciation and amortisation expense	411	417	443	828	898	1,815
(g) Other expenses	1,634	1,655	1,997	3,289	3,383	7,427
Total expenses	17,864	17,033	18,345	34,897	36,139	75,597
3 Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	792	(2,359)	(2,131)	(1,567)	(3,393)	(2,946)
4 Other income	29	140	36	169	131	563
5 Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	821	(2,219)	(2,095)	(1,398)	(3,262)	(2,383)
6 Finance costs	1,184	1,026	815	2,210	1,922	4,076
7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items & foreign exchange fluctuation (5+6)	(363)	(3,245)	(2,910)	(3,608)	(5,184)	(6,459)
8 Exchange Currency Fluctuation Gain/(Loss)	28	(85)	(21)	(57)	(263)	(1,293)
9 Exceptional items (Refer Note 5)	2,454	-	2,447	2,454	2,447	4,175
10 Profit / (Loss) from ordinary activities before tax (7+8+9)	2,119	(3,330)	(484)	(1,211)	(3,000)	(3,577)
11 Tax expense (Refer note 3)	-	-	(175)	-	(999)	251
12 Net Profit / (Loss) from ordinary activities after tax (10+11)	2,119	(3,330)	(309)	(1,211)	(2,001)	(3,828)
13 Extraordinary items (net of tax expense Rs. Nil Lakhs)	-	-	-	-	-	-
14 Net Profit / (Loss) for the period (12+13)	2,119	(3,330)	(309)	(1,211)	(2,001)	(3,828)
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	-	-	-	-	-	19,226
17 Earnings Per Share (before & after extraordinary items) (of Rs. 2/- each) (not annualized) :						
(a) Basic	5.57	(8.75)	(0.81)	(3.18)	(5.26)	(10.06)
(b) Diluted	5.57	(8.75)	(0.81)	(3.18)	(5.26)	(10.06)

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Particulars	Quarter ended 31-3-2014	Quarter ended 31-12-2013	Quarter ended 31-3-2013	Half Year ended 31-3-2014	Half Year ended 31-3-2013	Year ended 30-09-2013
PART II						
Select Information for the Quarter and Half Year Ended on 31st March 2014						
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of shares	17,131,592	17,131,592	17,131,592	17,131,592	17,131,592	17,131,592
- Percentage of Shareholding	45.00	45.00	45.00	45.00	45.00	45.00
2 Promoters and Promoter Group Shareholding						
(a) Pledged/Encumbered -						
- Number of shares	-	-	-	-	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
b) Non-Encumbered						
- Number of shares	20,938,613	20,938,613	20,938,613	20,938,613	20,938,613	20,938,613
- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100	100	100	100	100	100
- Percentage of shares (As a % of the total share capital of the company)	55	55	55	55	55	55
Particulars	3 months ended 31/3/2014					
B INVESTOR COMPLAINTS						
Pending at the beginning of the quarter						
Received during the quarter						
Disposed of during the quarter						
Remaining unresolved at the end of the quarter						
Notes :						
1. The above results, as reviewed by Audit Committee and approved by Board of Directors at it's meeting held on April 30, 2014 has been taken on record.						
2. The statutory Auditors have carried out a Limited Review of the results for the Quarter ended on 31st March, 2014.						
3. Provision for Deferred Tax asset, if any, on current losses will be ascertained and accounted for at the end of the year.						
4. During the quarter ended 31st December, 2013 the company has changed to accounting standard 7, from accounting standard 9 for recognizing revenue in respect of long term contracts involving design, supply and erection & commissioning of complex machinery, being more appropriate method of accounting considering the nature of the activity. As a result of this change, revenue from operations for the quarter is higher by ₹ 1177 Lakhs and that for the half year ended 31st March, 2014 is lower by ₹ 142 Lakhs.						
5. Exceptional Item represents profits from sale of investments in equity shares.						
6. Figures for the previous periods have been regrouped / rearranged wherever considered necessary to make them comparable.						
<div>Place: Mumbai Date: 30th April, 2014</div> <div> G K PILLAI MD & CEO</div> <div>A TRADITION OF ENGINEERING EXCELLENCE</div>						

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WALCHANDNAGAR INDUSTRIES LTD.

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

SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED

Particulars	₹ in lakhs					
	Quarter ended 31-3-2014	Quarter ended 31-12-2013	Quarter ended 31-3-2013	Half Year ended 31-3-2014	Half Year ended 31-3-2013	Year ended 30- 09-2013
	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Audited)
1 Segment Revenue						
(a) Heavy Engineering	16,883	13,278	15,130	30,161	30,285	67,164
(b) Foundry and Machine Shop	1,506	1,135	884	2,641	2,076	4,754
(c) Others	286	284	236	570	462	922
Total	18,675	14,697	16,250	33,372	32,823	72,840
Less : Inter segment Revenue	19	23	36	42	77	189
Net Sales/Income from Operations	18,656	14,674	16,214	33,330	32,746	72,651
2 Segment Results						
Profit/(Loss) before Interest and Tax						
(a) Heavy Engineering	1,246	(1,814)	(1,800)	(568)	(2,858)	(2,322)
(b) Foundry and Machine Shop	(91)	(180)	(71)	(271)	(145)	(288)
(c) Others	14	2	7	16	23	34
Total	1,169	(1,992)	(1,864)	(823)	(2,980)	(2,576)
Add: Exceptional Item	2,454		2,447	2,454	2,447	4,175
Less : Finance Cost	1,184	1,026	815	2,210	1,922	4,076
Less - Other unallocable expenditure net of unallocable Income	320	312	252	632	545	1,100
Profit/(Loss) Before Tax	2,119	(3,330)	(484)	(1,211)	(3,000)	(3,577)
3 Capital Employed						
Segment Assets						
Less : Liabilities(*)						
(a) Heavy Engineering	53,629	51,463	29,402	53,629	29,402	55,119
(b) Foundry and Machine Shop	6,568	6,836	2,856	6,568	2,856	7,028
(c) Others	4,135	4,136	547	4,135	547	4,069
(d) Unallocated (Excluding Investment)	4,188	4,981	4,274	4,188	4,274	4,427
Total*	68,520	67,416	37,079	68,520	37,079	70,643

* The Capital employed has increased by Rs. 35653 Lakhs due to increase in Revaluation Reserve in September 2013 as compared to that of March 2013.

For WALCHANDNAGAR INDUSTRIES LTD.

Place: Mumbai

Date: 30th April, 2014

G K PILLAI
MD & CEO

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WALCHANDNAGAR INDUSTRIES LTD.

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Statement of Assets and Liabilities

(₹ In Lakhs)

(₹ in Lakhs)

Particulars		As at 31/03/2014 (Unaudited)	As at 30/09/2013 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	a) Share capital	761	761
	b) Reserves and surplus	67,759	69,882
	c) Money received against share warrants	-	-
	Sub-total - Shareholders' funds	68,520	70,643
2	Non current Liabilities		
	a) Long-term borrowings	9	11
	b) Deferred tax liabilities (net)	-	-
	c) Other long-term liabilities	10,580	8,519
	d) Long-term provisions	-	410
	Sub-total - Non-current liabilities	10,589	8,940
3	Current liabilities		
	a) Short-term borrowings	29,458	23,574
	b) Trade payables	21,972	27,199
	c) Other current liabilities	33,071	26,754
	d) Short term provisions	726	1,486
	Sub-total - Current liabilities	85,227	79,013
	TOTAL - EQUITY AND LIABILITIES	164,336	158,596
B	ASSETS		
1	Non-current assets		
	a) Fixed Assets		
	(i) Tangible Assets	61,786	63,385
	(ii) Intangible Assets	344	441
	(iii) Capital Work In Progress	2,083	2,041
	(iv) Intangible Assets under Development	-	-
		64,213	65,867
	b) Non Current investments	621	1,022
	c) Deferred tax assets	1,901	1,901
	d) Non Current Trade Receivables	1,834	2,379
	e) Long Term Loans and advances	320	326
	f) Other non current assets	137	137
	Sub-total - Non -Current Assets	69,026	71,632
2	Current Assets		
	a) Current Investments	2,627	2,069
	b) Inventories	28,109	26,267
	c) Trade receivables	47,863	41,722
	d) Cash and cash equivalents	1,199	1,227
	e) Short-term loans and advances	13,282	13,875
	f) Other current assets	2,220	1,804
	Sub-total - Current Assets	95,310	86,964
	TOTAL ASSETS	164,336	158,596
For WALCHANDNAGAR INDUSTRIES LIMITED			
Place: Mumbai		 G.K.PILLAI MD & CEO	
Date: 30th April, 2014			
A Tradition of Engineering Excellence			

(716)

K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

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

RE:Limited Review of the Unaudited Financial Results for the quarter ended March 31, 2014.

1. INTRODUCTION

We have reviewed the accompanying statement of unaudited financial results of **Walchandnagar Industries Limited** for the quarter ended on March 31, 2014 except for the disclosures regarding 'public shareholding' and 'Promoter and Promoter Group shareholding' which have been traced from disclosures made by the management but have neither been reviewed nor been audited by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with Indian Generally Accepted Accounting Principles. Our responsibility is to issue a report on this Statement based on our review.

2. SCOPE OF REVIEW

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" 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 this Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. CONCLUSION

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

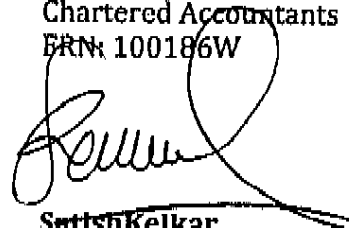
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K. S. AIYAR & CO

CHARTERED ACCOUNTANTS

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
ERN 100186W



Satish Kelkar
Partner
Membership No.: 38934

Place: Mumbai
Date : April 30, 2014