



WCL/SEC/2014

October 21, 2014

To,

Bombay Stock Exchange Ltd. (Scrip Code-532144) Department of Listing, P. J. Towers, Dalal Street, Mumbai – 400 001.	National Stock Exchange of India Ltd. (Symbol: WELCORP, Series EQ) Exchange Plaza, Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051.
Singapore Exchange Securities Trading Ltd 2 Shenton Way #19-00 SGX Centre I Singapore 068804	

Dear Sirs/Madam,

Sub.: Un-audited standalone as well consolidated financial results for the quarter and the half year ended September 30, 2014 and the press release.

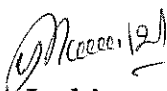
Pursuant to Clause 41 of the Listing Agreement, please find enclosed herewith standalone as well as consolidated Un-audited Financial Results for the quarter and the half year ended September 30, 2014 (“UFR”) as reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held today. Also attached is the Limited Review Report of the Auditors of the Company on the UFR.

Also attached is the press communication, which is being released to the media.

Kindly take the same on record.

Thanking you.

Yours faithfully,
For Welspun Corp Limited


Pradeep Joshi
Company Secretary

Encl: As above

Corporate Office

Welspun House, 5th floor
 Kamala City,
 Senapati Bapat Marg,
 Lower Parel (West),
 Mumbai - 400013

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E-mail: companysecretary_wcl@welspun.com

www.welspuncorp.com



WELSPUN CORP LIMITED

CIN : L27100GJ1995PLC025609

Regd. Office: Welspun City, Village Versamedi Taluka Anjar, Dist.Kutch Gujarat 370110

Corp. Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400013

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30 SEPTEMBER 2014

		(Rs Lakhs)					
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		Quarter ended	Quarter ended	Quarter ended	Half Year ended	Half Year ended	Year ended
		30 September 2014	30 June 2014	30 September 2013	30 September 2014	30 September 2013	31 March 2014
		(I)	(II)	(III)	(IV)	(V)	(VI)
1	Income from operations						
a.	Net sales/income from operations	229,846	137,161	208,975	367,607	423,806	734,768
b.	Other operating income	9,959	5,611	8,935	15,570	19,018	35,714
	Total income from operations (net)	239,805	142,772	217,910	382,577	442,824	770,472
2	Expenses						
a.	Cost of materials consumed	174,034	105,356	101,000	279,380	253,149	465,494
b.	Changes in inventories of finished goods and work-in-progress	1,036	(1,036)	32,701	(2)	30,522	31,482
c.	Employee benefits expense	14,405	12,297	13,617	26,702	26,093	53,131
d.	Depreciation and amortisation expense (see note 4)	9,899	10,903	10,603	20,602	20,751	40,630
e.	Other expenses	31,821	20,561	48,007	52,382	94,239	153,409
	Total expenses	231,195	148,079	206,205	379,274	424,754	744,146
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	8,610	(5,307)	11,702	3,303	18,070	26,326
4	Other income	2,725	2,632	3,927	5,357	8,652	17,436
5	Profit/(loss) from ordinary activities before finance costs (3+4)	11,335	(2,675)	15,629	8,660	26,722	43,762
6	Finance costs	7,221	6,819	8,232	14,040	15,933	29,641
7	Profit/(loss) from ordinary activities after finance costs but before tax (5-6)	4,114	(9,494)	7,397	(5,380)	10,789	14,121
8	Tax expense	(1,056)	(5,725)	290	(6,781)	(310)	4,316
9	Net profit/(loss) from ordinary activities after tax from Continuing operations (7-8)	5,170	(3,769)	7,107	1,401	11,099	9,805
10	Share of profit/(loss) in associates	-	-	(200)	-	(537)	-
11	Minority interest in profit/(loss)	4,645	5,979	2,354	10,624	5,237	2,466
12	Net profit/(loss) after minority interest and share of profit / (loss) of associates from Continuing operations (9+10-11)	525	(9,748)	4,553	(9,223)	5,325	7,339
13	Profit before tax from discontinued operations	-	-	(10,404)	-	(16,502)	-
14	Tax expense on discontinued operations	-	-	(481)	-	336	-
15	Share of profit/(loss) in associates from discontinued operations	-	-	331	-	(73)	-
16	Minority interest in profit/(loss) discontinued operations	-	-	(1,662)	-	(2,266)	-
17	Net profit after tax from discontinued operations (13-14+15-16)	-	-	(7,929)	-	(14,645)	-
18	Profit after tax for the period (12+17)	525	(9,748)	(3,377)	(9,223)	(9,320)	7,339
19	Paid up equity capital (Face value of Rs.5/- each)	13,147	13,147	13,147	13,147	13,147	13,147
20	Reserves excluding revaluation reserve	-	-	-	-	-	271,776
21	Basic and diluted EPS						
-Basic	0.20 *	(3.71) *	(1.28) *	(3.51) *	(3.54) *	2.79	
-Diluted	0.20 *	(3.71) *	(1.28) *	(3.51) *	(3.54) *	2.79	
22	a. Debt Service Coverage Ratio (DSCR) (No of times)- #				0.42	0.30	0.41
b.	Interest Service Coverage Ratio (ISCR) (No of times)- ##				0.55	0.73	1.61
A	Particulars of Shareholding						
1	Public Shareholding						
	Number of shares	161,894,074	162,422,294	165,513,040	161,894,074	165,513,040	162,472,294
	Percentage of shareholding	61.57%	61.77%	62.95%	61.57%	62.95%	61.79%
2	Promoters and Promoters Group Shareholding						
a.	Pledged/Encumbered						
	No of Shares	-	-	-	-	-	-
	Percentage of Shares (as a % of the total Shareholding of Promoters and Promoters Group)	-	-	-	-	-	-
	Percentage of Shares (as a % of the total Share capital of the Company)	-	-	-	-	-	-
b.	Non-Encumbered						
	No of Shares	101,054,225	100,526,005	97,435,259	101,054,225	97,435,259	100,476,605
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total Share capital of the Company)	38.43%	38.23%	37.05%	38.43%	37.05%	38.21%
#	DSCR: (Profit before interest & exceptional/extra-ordinary items) / (Interest expenses+Principal Repayments of long terms debts during period)						
##	ISCR: (Profit before interest & exceptional/extra-ordinary items) / (Interest expenses)						
B	Investor Complaints						
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	18					
	Disposed of during the quarter	18					
	Remaining unresolved at the end of the quarter	Nil					

* Not Annualised.

Notes:

1 The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on 21 October 2014 in terms of Clause 41 of the Listing Agreement.

2 The Statutory Auditors have carried out a Limited Review of the standalone results for the quarter ended 30 September 2014.

3 The Company has opted to publish the consolidated financial results. The Standalone financial results are available on the Company's website: "www.welspuncorp.com".

Key Financials (continuing operations)	Quarter Ended 30 September 2014	Quarter Ended 30 June 2014	Quarter Ended 30 September 2013	Half Year Ended 30 September 2014	Half Year Ended 30 September 2013	Year Ended 31 March 2014
a. Net Sales/Income from Operations/Other Operating Income (Rs. Lakhs)	125,842	65,168	134,588	191,010	260,641	486,761
b. Profit Before Tax (Rs. Lakhs)	(2,176)	(10,095)	(4,723)	(12,271)	(15,013)	(2,758)
c. Profit After Tax (Rs. Lakhs)	(1,158)	(6,881)	(3,050)	(8,039)	(9,780)	(1,754)

4 Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting periods commencing from 1 April 2014, the Company has realigned the remaining useful lives of its fixed assets, evaluated based on an internal assessment supported with external technical advice (where ever applicable) in accordance with the provisions prescribed under Schedule II to the Act. Consequently, in case of assets which have completed their useful lives (prescribed under Schedule II to the Act), the carrying value (net of residual value) as at 1 April 2014 amounting to Rs. 1,579 lakhs (net of tax of Rs. 813 lakhs) has been charged to the retained earnings and in case of other assets the carrying value (net of residual value) is being depreciated over the revised remaining useful lives. Accordingly, the depreciation and amortization expenses charge for the quarter ended 30 September 2014 is lower by Rs. 394 lakhs and for the half year ended 30 September 2014 is higher by Rs. 402 lakhs.

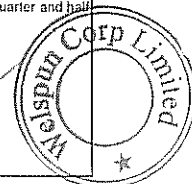
5 In accordance with Accounting Standard 24, the financial results of the undertakings of the Company that were demerged to Welspun Enterprises Limited with effect from 1 April 2012 (pursuant to scheme of arrangement vide High Court Order dated 10 January 2014, scheme became effective from 24 January 2014) have been disclosed under discontinued operations for the quarter and half year ended 30 September 2013.

6 Segment Reporting as required under Accounting Standard 17 is not applicable to the Company as it operates only in one segment i.e. Steel Products.

7 Previous year period figures have been regrouped and reclassified wherever considered necessary.

For Welspun Corp Limited

Shaji Rajan
Managing Director



Place: Mumbai
Date: 21 October 2014

WELSPUN CORP LIMITED

CIN : L27100GJ1995PLC025609

Regd: Welspun City, Village Versamedi Taluka Anjar, Dist.Kutch Gujarat 370110

Corp Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg,
Lower Parel, Mumbai-400013.

Annexure IX of Clause 41

Rs. Lakhs

Statement of Assets and Liabilities		Consolidated	
	Particulars	Unaudited 30-Sep-14	Audited 31-Mar-14
A	Equity and liabilities		
1	Shareholders' funds		
a	Share capital	13,147	13,147
b	Share capital (Other than equity)	10,764	10,764
c	Reserves and surplus	262,615	271,776
	Subtotal - Shareholders's funds	286,526	295,687
2	Minority Interest	21,042	10,118
3	Non-current liabilities		
a	Long-term borrowings	279,563	280,345
b	Deferred tax liabilities (net)	47,047	56,089
c	Other long-term liabilities	7,159	11,874
d	Long-term provisions	1,193	922
	Subtotal - Non-current liabilities	334,962	349,230
4	Current liabilities		
a	Current maturities of long term borrowings	58,549	52,091
b	Short-term borrowings	75,634	49,916
c	Trade payables	172,604	52,637
d	Other current liabilities	62,839	64,159
e	Short-term provisions	14,081	9,130
	Subtotal -current liabilities	383,707	227,933
	Total - Equity and liabilities	1,026,237	882,968
B	Assets		
1	Non-current assets		
a	Fixed assets	491,187	503,722
b	Goodwill on consolidation	47	47
c	Non-current investments	2,652	2,556
d	Deferred tax assets (net)	-	-
e	Long-term loans and advances	8,549	8,853
f	Other non-current assets	595	595
	Subtotal - Non-current assets	503,030	515,773
2	Current assets		
a	Current investments	109,065	111,425
b	Inventories	184,269	128,153
c	Trade receivables	103,721	64,073
d	Cash and bank balances	70,096	14,472
e	Short-term loans and advances	39,741	29,376
f	Other current assets	16,315	19,696
	Subtotal - Current assets	523,207	367,195
	Total - Assets	1,026,237	882,968

For Welspun Corp Limited

Place: Mumbai
Date: 21 October 2014

Braja Mishra
Managing Director





WELSPUN CORP LIMITED
CIN : L27100GJ1995PLC025609

Regd. Office: Welspun City, Village Versamedi Taluka Anjar, Dist.Kutch Gujarat 370110

Corp. Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400013

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30 SEPTEMBER 2014

		(Rs Lakhs)					
		(Unaudited) Quarter ended	(Unaudited) Quarter ended	(Unaudited) Quarter ended	(Unaudited) Half Year ended	(Unaudited) Half Year ended	(Audited) Year ended
		30 September 2014	30 June 2014	30 September 2013	30 September 2014	30 September 2013	31 March 2014
		(I)	(II)	See Note 4 (III)	(IV)	See Note 4 (V)	(VI)
1	Income from operations						
a.	Net sales/income from operations	118,192	60,922	128,242	179,114	246,061	456,964
b.	Other operating income	7,650	4,246	6,346	11,696	14,580	27,777
	Total income from operations (net)	125,842	65,168	134,588	191,010	260,641	486,761
2	Expenses						
a.	Cost of materials consumed	101,430	52,620	53,136	154,050	139,320	259,196
b.	Purchase of stock-in-trade	8,604	3,830	2,454	12,434	7,446	49,532
c.	Changes in inventories of finished goods and work-in-progress	(6,556)	(1,743)	38,029	(8,299)	39,893	49,914
d.	Employee benefits expense	4,407	4,039	3,435	8,446	7,906	14,675
e.	Depreciation and amortisation expense (see note 3)	5,050	6,351	5,800	11,401	11,535	22,557
f.	Other expenses	12,624	7,619	32,924	20,243	64,119	88,728
	Total expenses	125,559	72,715	135,779	199,275	270,219	486,602
3	Profit/(loss) from operations before other income, finance costs and exceptional items (1-2)	283	(7,548)	(1,191)	(7,265)	(9,578)	2,159
4	Other income	2,841	2,640	2,292	5,481	5,939	17,481
5	Profit/(loss) from ordinary activities before finance costs and exceptional items (3+4)	3,124	(4,908)	1,101	(1,784)	(3,639)	19,640
6	Finance costs	5,300	5,187	5,824	10,487	11,374	22,398
7	Profit/(loss) from ordinary activities after finance costs but before tax (5-6)	(2,176)	(10,095)	(4,723)	(12,271)	(15,013)	(2,758)
8	Tax expense	(1,018)	(3,214)	(1,673)	(4,232)	(5,233)	(1,004)
9	Net profit/(loss) from ordinary activities after tax from Continuing operations (7-8)	(1,158)	(6,881)	(3,050)	(8,039)	(9,780)	(1,754)
10	Profit before tax from discontinued operations	-	-	750	-	2,495	-
11	Tax expense on discontinued operations	-	-	255	-	848	-
12	Net profit after tax from discontinued operations (10-11)	-	-	495	-	1,647	-
13	Profit after tax for the period (9+12)	(1,158)	(6,881)	(2,555)	(8,039)	(8,133)	(1,754)
14	Paid up equity capital (Face value of Rs. 5/- each)	13,147	13,147	13,147	13,147	13,147	13,147
15	Reserves excluding revaluation reserve	-	-	-	-	-	182,217
16	Basic and diluted EPS						
	-Basic	(0.44) *	(2.62) *	(0.97) *	(3.06) *	(3.09) *	(0.67)
	-Diluted	(0.44) *	(2.62) *	(0.97) *	(3.06) *	(3.09) *	(0.67)
17 a.	Debt Service Coverage Ratio (DSCR) (No of times)- #				(0.26)	(0.07)	9.21
b.	Interest Service Coverage Ratio (ISCR) (No of times)- ##				(0.26)	(0.26)	0.86
A	Particulars of Shareholding						
1	Public Shareholding						
	Number of shares	161,894,074	162,422,294	165,513,040	161,894,074	165,513,040	162,472,294
	Percentage of shareholding	61.57%	61.77%	62.95%	61.57%	62.95%	61.79%
2	Promoters and Promoters Group Shareholding						
a.	Pledged/Encumbered						
	No of Shares	-	-	-	-	-	-
	Percentage of Shares (as a % of the total Shareholding of Promoters and Promoters Group)	-	-	-	-	-	-
	Percentage of Shares (as a % of the total Share capital of the Company)	-	-	-	-	-	-
b.	Non-Encumbered						
	No of Shares	101,054,225	100,526,005	97,435,259	101,054,225	97,435,259	100,476,005
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total Share capital of the Company)	38.43%	38.23%	37.05%	38.43%	37.05%	38.21%
#	DSCR -(Profit before interest & exceptional/extra-ordinary items) / (Interest expenses+ Principal Repayments of long terms debts during period)						
##	ISCR -(Profit before interest & exceptional/extra-ordinary items) / (Interest expenses)						
B	Investor Complaints						
	Pending at the beginning of the quarter	Nil					
	Received during the quarter	18					
	Disposed of during the quarter	18					
	Remaining unresolved at the end of the quarter	Nil					

* Not Annualised.

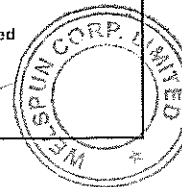
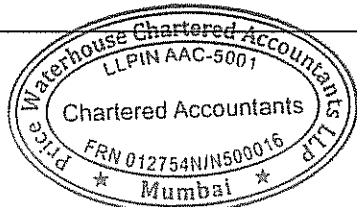
Notes:

- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on 21 October 2014 in terms of Clause 41 of the Listing Agreement.
- The Statutory Auditors have carried out a Limited Review of the results for the quarter ended 30 September 2014.
- Consequent to the enactment of the Companies Act, 2013 (the Act) and its applicability for accounting periods commencing from 1 April 2014, the Company has realigned the remaining useful lives of its fixed assets, evaluated based on an internal assessment supported with external technical advice (where ever applicable) in accordance with the provisions prescribed under Schedule II to the Act. Consequently, in case of assets which have completed their useful lives (prescribed under Schedule II to the Act), the carrying value (net of residual value) as at 1 April 2014 amounting to Rs. 1,579 lakhs (net of tax of Rs. 813 lakhs) has been charged to the retained earnings and in case of other assets the carrying value (net of residual value) is being depreciated over the revised remaining useful lives. Accordingly, the depreciation and amortization expenses charge for the quarter ended 30 September 2014 is lower by Rs. 394 lakhs and for the half year ended 30 September 2014 is higher by Rs. 402 lakhs.
- In accordance with Accounting Standard 24, the financial results of the undertakings of the Company that were demerged to Welspun Enterprises Limited with effect from 1 April 2012 (pursuant to scheme of arrangement vide High Court Order dated 10 January 2014, scheme became effective from 24 January 2014) have been disclosed under discontinued operations for the quarter and half year ended 30 September 2013.
- Segment Reporting as required under Accounting Standard 17 is not applicable to the Company as it operates only in one segment i.e. Steel Products.
- Previous year/ period figures have been regrouped and reclassified wherever considered necessary.

Place: Mumbai
Date: 21 October 2014

For Welspun Corp Limited

Rajal Mishra
Managing Director





WELSPUN CORP LIMITED

CIN : L27100GJ1995PLC025609

Regd: Welspun City, Village Versamedi Taluka Anjar, Dist.Kutch Gujarat 370110

Corp Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg,
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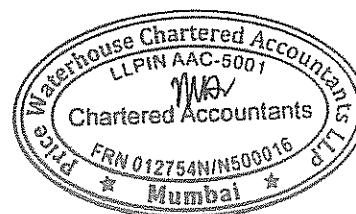
Annexure IX of Clause 41		Rs. Lakhs	
Statement of Assets and Liabilities		Standalone	
	Particulars	Unaudited 30-Sep-14	Audited 31-Mar-14
A	Equity and liabilities		
1	Shareholders' funds		
a	Share capital	13,147	13,147
b	Reserves and surplus	171,497	182,217
	Subtotal- Shareholders's funds	184,644	195,364
2	Non-current liabilities		
a	Long-term borrowings	192,312	194,232
b	Deferred tax liabilities (net)	31,270	36,315
c	Other long-term liabilities	6,175	9,976
d	Long-term provisions	414	361
	Subtotal - Non-current liabilities	230,171	240,884
3	Current liabilities		
a	Current maturities of long term borrowings	50,101	45,177
b	Short-term borrowings	30,127	24,391
c	Trade payables	146,667	42,763
d	Other current liabilities	33,001	44,244
e	Short-term provisions	10,217	7,039
	Subtotal - current liabilities	270,113	163,614
	Total - Equity and liabilities	684,928	599,862
B	Assets		
1	Non-current assets		
a	Fixed assets	295,669	307,758
b	Non-current investments	36,801	36,704
c	Long-term loans and advances	13,549	13,862
d	Other non-current assets	595	595
	Subtotal - Non-current assets	346,614	358,919
2	Current assets		
a	Current investments	108,128	111,425
b	Inventories	103,213	52,915
c	Trade receivables	92,752	39,220
d	Cash and bank balances	9,090	4,976
e	Short-term loans and advances	16,006	14,638
f	Other current assets	9,125	17,769
	Subtotal - Current assets	338,314	240,943
	Total - Assets	684,928	599,862

For Welspun Corp Limited

Braja Mishra
Managing DirectorPlace: Mumbai
Date: 21 October 2014

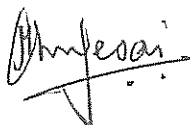
The Board of Directors
Welspun Corp Limited
5th Floor, Welspun House
Kamala Mills Compound
Senapati Bapat Marg
Lower Parel, Mumbai – 400 013

1. We have reviewed the results of Welspun Corp Limited (the “Company”) for the quarter ended September 30, 2014 which are included in the accompanying ‘Unaudited financial results for the quarter/ half year ended September 30, 2014’ and the statement of assets and liabilities as on that date (the “Statement”) 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. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company’s management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 the financial statements are free of material misstatement.
3. 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.
4. We have only traced the disclosures regarding ‘Public Shareholding’ and ‘Promoter and Promoter Group Shareholding’ in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. We draw your attention to a matter relating to remuneration paid to the managing director of the Company for the financial year 2012-13 in excess of the limits specified in the Schedule XIII of the Companies Act, 1956 wherein the Company has received approval from the Central Government for a lower amount. The Company is in the process of finalising its next course of action, pending which the excess remuneration of Rs. 830 lakhs has been disclosed as a recoverable from the managing director as at September 30, 2014. Our conclusion is not qualified in respect of this matter.
6. The financial statements of the Company as at March 31, 2014 and the year then ended were audited by another firm of chartered accountants who, vide their report dated April 29, 2014, expressed an unmodified opinion on those financial statements.
7. The unaudited financial information of the Company for the quarter ended June 30, 2014 and for the quarter and half year ended September 30, 2013 were reviewed by another firm of Chartered Accountants who, vide their review reports dated August 7, 2014 and October 29, 2013, respectively, expressed an unmodified opinion on the aforesaid financial information.



8. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 read with the General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and 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 Price Waterhouse Chartered Accountants LLP
(FRN No. 012754N/ N500016)
Chartered Accountants



Mehul Desai
Partner
Membership Number: 103211

Place: Mumbai
Date: October 21, 2014



BUSINESS UPDATE

Outlook improving; Order book exceeds 1 mn tons

- Strong improvement in sales and production volumes q-o-q

Mumbai, 21st October 2014: Welspun Corp Ltd. (WCL), the flagship Company of the US\$ 3 billion Welspun Group, announced its financial results for the Second Quarter of FY15.

Consolidated Financial Highlights						(Figures in Rs. Million)		
Particulars	Q2 FY15	Q1 FY15	QoQ %	Q2 FY14	YoY %	H1 FY15	H1 FY14	YoY %
Sales	23,980	14,277	68%	21,791	10%	38,258	44,282	-14%
Reported EBITDA	2,123	823	158%	2,631	-19%	2,946	4,747	-38%
Operational EBITDA	2,195	553	297%	3,103	-29%	2,747	6,206	-56%
Finance Cost	722	682	6%	823	-12%	1,404	1,593	-12%
Depreciation/ Amortization	990	1,090	-9%	1,068	-7%	2,080	2,075	0%
PBT	411	(950)		740	-44%	(538)	1,079	
PAT after min. & asso.	52	(975)		455	-89%	(923)	532	
Cash PAT	1,512	19		2,222	-32%	1,531	4,299	-64%

Notes: a) Operational EBITDA = Reported EBITDA – Non-operational income + Unrealised Forex loss/(gain)

b) Cash PAT = PBT – Current tax + Depreciation + Post-tax Unrealised Forex loss/(gain)

c) Total forex impact (unrealised) was provision of Rs. 361 million in Q2FY15 against gain of Rs. 82 million in Q1 FY15 and provision of Rs. 866 Million in Q2 FY14

d) Currency movement during the quarter was adverse: Q2FY15 closing was Rs.61.75/US\$ (Q1FY15 at Rs.60.18/ US\$)

e) Limited review of Q2FY15 standalone financial results has been done by Pricewaterhouse Chartered Accountants LLP

f) Prior period figures are restated, wherever necessary

Global Pipes and Plates – Q2 FY15 Results - (Figures in parenthesis pertain to Q1 FY15)

- Total Pipes sales volume was 339 K MT (216 K MT) and total pipe production was 327 K MT (213 K MT).
- Sales stood at Rs. 23,980 million (Rs. 14,277 million); higher on better sales volumes and realisations.
- Reported EBITDA stood at Rs. 2,123 million (Rs. 823 million).
- Adjusted for unrealised foreign exchange gain and non-operational income, Operational EBITDA stood at Rs. 2,195 million (Rs. 553 million).
- Finance Cost was at Rs. 722 million (Rs. 682 million); increase was mainly on account of higher average gross debt during the quarter, taken mainly to meet working capital requirements.
- Depreciation was at Rs. 990 million (Rs. 1,090 million).
- Net debt stood at Rs. 23,458 million at the end of the quarter, compared to Rs. 29,831 million at the end of Q1FY15. Net worth at the end of the quarter was Rs.28,653 million, implying a net debt to equity of 0.82x.

Volume data - Sales and Production

Production (in K MT)	Q2 FY15	Q1 FY15	Q2 FY14	H1 FY15	H1 FY14
Pipes	327	213	269	540	589
Plates & Coils	38	-	1	38	22

Sales (in K MT)	Q2 FY15	Q1 FY15	Q2 FY14	H1 FY15	H1 FY14
Pipes	339	216	275	555	584
Plates & Coils*	23	-	8	24	54

* Includes internal sales



BUSINESS UPDATE

Order Book position

- The current pipe order book position stands at around 1,040K MT (Rs. 71 billion).
- During the period between 5th August 2014 (Q1FY15 results reporting date) and 1st October 2014, the company has won orders of around 400K MT out of which about 190K MT of orders are from the US market, indicating a sustained recovery in that region. The company has also won orders of about 185K MT from MENA region.

Business Outlook

- The uptick in the North and South American market (especially US), appears to be sustainable with the outlook looking promising in the next year and beyond.
- For the MENA region, outlook continues to be promising although next year's order quality outlook leaves room for improvement compared to the current year.
- For the Indian plants, the export market will continue to be the major driver in the near term. As far as the domestic market is concerned, we expect some of the anticipated projects to become business relevant in the medium term.
- The plate and coil division was operational in Q2FY15, largely for captive consumption, and it is expected to continue operations in Q3FY15 as well.

Management comments

Commenting on the results, Mr. B. K. Goenka, Chairman, Welspun Corp said, "We are seeing signs of a strong and sustained demand improvement in line pipes. Our order inflow has seen an uptick in recent months and we feel that this would continue over the next several quarters. We have a strong order book in excess of 1 million tonnes and in addition to that, we have submitted bids for around 4 million tonnes. The improved demand-supply balance in the global market should help our realization and margins going forward and we are confident that this will translate to better financial results in the next year."

About Welspun Corp Ltd (WCL) www.welspuncorp.com

Welspun Corp is a one-stop service provider offering complete pipe solutions with a capability to manufacture line pipes ranging from ½ inch to 140 inches, along with specialized coating, double jointing and bending. With current capacity of 2.425 million MTPA in Dahej, Anjar and Mandya in India, Little Rock in the USA and Dammam in Saudi Arabia, Welspun takes pride in being a preferred supplier to most of the Fortune 100 Oil & Gas companies. With 360 degree abilities, Welspun Corp has undertaken some of the most challenging projects in different parts of the world. With business excellence being a clear focus, the company is on the path of innovation and technology edge supported by its state-of-the-art facilities and global scale operations.

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