

Ref. No. : WI:SEC:2016

Date : February 09, 2016

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 ended December 31, 2015 as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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 December 31, 2015 were approved and taken on record at the meeting of the Board of Directors of the Company held today i.e. February 09, 2016. A copy of the same along with Limited Review Report on the Un-audited Financial Results for the Quarter ended December 31, 2015, 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 CIN : L74999MH1908PLC000291
Tel.:(022) 40287110, Fax: (022) 23634527, E-mail: wil@walchand.com, Website: www.walchand.com

PART I

(₹ in Lakhs)

Statement of unaudited Results for the Quarter and Fifteen Months ended on December 31, 2015

Particulars	Quarter ended December 31, 2015	Quarter ended September 30, 2015	Quarter ended December 31, 2014	Fifteen months ended December 31, 2015	Year ended September 30, 2014
	(Unaudited) 1	(Unaudited) 2	(Unaudited) 3	(Unaudited) 4	(Audited) 5
1 Income from operations					
(a) Net sales/income from operations (Net of excise duty)	12841	13664	16,245	68,438	62,766
(b) Other Operating Income	78	115	209	532	1,057
Total Income from operations (net)	12,919	13,779	16,454	68,970	63,823
2 Expenses					
(a) Cost of materials consumed	5,084	5,248	9,299	33,715	31,548
(b) Sub contracting Expenses, Processing charges and Other Direct Costs	1,039	1,115	2,342	10,625	14,371
(c) Changes in inventories of finished goods & work in-progress	277	2,186	1,272	1,343	(36)
(d) Employee benefits expense	2,290	2,173	2,369	11,238	9,243
(e) Depreciation and amortisation expense	543	525	712	2,847	1,725
(f) Other expenses	1,433	1,175	1,630	7,455	7,044
Total expenses	10,666	12,422	17,624	67,223	63,895
3 Profit / (Loss) from operations before other Income, finance costs and exceptional items (1-2)	2,253	1,357	(1,170)	1,747	(72)
4 Other Income	40	122	29	384	785
5 Profit / (Loss) from ordinary activities before finance costs and exceptional items(3+4)	2,293	1,479	(1,141)	2,131	713
6 Finance costs	1,691	1,446	1,383	7,438	4,799
7 Profit / (Loss) from ordinary activities after finance costs but before exceptional items & foreign exchange fluctuation (5+6)	602	33	(2,524)	(5,307)	(4,086)
8 Exchange Currency Fluctuation Gain/(Loss)	(207)	(144)	(42)	(348)	(218)
9 Exceptional Items		351		351	2,445
10 Profit / (Loss) from ordinary activities before tax(7+8 + 9)	395	240	(2,566)	(5,304)	(1,859)
11 Tax expense (Refer note 7)				311	(622)
12 Net Profit / (Loss) from ordinary activities after tax(10+11)	395	240	(2,566)	(5,615)	(1,237)
13 Extraordinary items					
14 Net Profit / (Loss) for the period (12+13)	395	240	(2,566)	(5,615)	(1,237)
15 Paid-up equity share capital	761	761	761	761	761
(Face Value of ₹ 2/- each)					
16 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					18,033
17 Earnings Per Share (before & after extraordinary items)					
(of ₹ 2/- each) (not annualized) :					
(a) Basic	1.04	0.63	(6.74)	(14.75)	(3.25)
(b) Diluted	1.04	0.63	(6.74)	(14.75)	(3.25)

Notes :

1. The above results, as reviewed by Audit Committee and approved by Board of Directors at it's meeting held on February 09, 2016 has been taken on record.
2. After the Companies Act, 2013 coming into force, the company has changed the accounting year ending from September to March. As a result the current accounting year will comprise of a period of eighteen months ending 31st March 2016. Therefore the figures mentioned in column No. 4 are not comparable with figures mentioned in column No. 5.
3. The Statutory Auditors have carried out a Limited Review of the results for the Quarter ended on 31st December 2015.
4. At the end of current quarter, the trade receivables includes dues of ₹ 847.50 lakhs from parties against whom the company has initiated legal / arbitration proceedings. Pending the ultimate outcome of these cases, which is presently unascertained, no provision has been made in respect of these dues.
5. Certain customers of the Company have deducted Liquidated Damages amounting to ₹ 1,772.87 lakhs due to delays in supplies/ services. In the opinion of the management, the delays are not attributable to it and has submitted the waiver applications to these parties. Based on past experience, the Company is confident of getting these Liquidated Damages waived.
6. Inventory includes work in progress of ₹ 2,645.49 lakhs in respect of orders which have been cancelled/ put on hold. In the opinion of the management, this stock will either be liquidated / diverted to other projects without any loss arising therefrom.
7. Provision for Deferred Tax, if any, for the current financial year will be ascertained and accounted for at the end of the accounting year.
8. Figures for the previous periods have been regrouped / rearranged wherever considered necessary to make them comparable.

For WALCHANDNAGAR INDUSTRIES LTD.

G.K. PILLAI

MANAGING DIRECTOR & CEO

(DIN : 01537184)

Place: Mumbai

Date: February 09, 2016

A TRADITION OF ENGINEERING EXCELLENCE

WALCHANDNAGAR INDUSTRIES LTD.

Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034. CIN : L74999MH1908PLC000291

Tel.: (022) 40287110, Fax: (022) 23634527, E-mail: wil@walchand.com, Website: www.walchand.com

SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED

(₹ in Lakhs)					
Particulars	Quarter ended December 31, 2015	Quarter ended September 30, 2015	Quarter ended December 31, 2014	Fifteen months ended December 31, 2015	Year ended September 30, 2014
	(Unaudited) 1	(Unaudited) 2	(Unaudited) 3	(Unaudited) 4	(Audited) 5
1 Segment Revenue					
(a) Heavy Engineering	11,827	12,324	15,040	62,375	57,703
(b) Foundry and Machine Shop	762	1,096	1,160	5,060	5,003
(c) Others	349	369	283	1,650	1,194
Total	12,938	13,789	16,483	69,085	63,900
Less : Inter segment Revenue	19	10	29	115	77
Net Sales/Income from Operations	12,919	13,779	16,454	68,970	63,823
2 Segment Results					
Profit/(Loss) before Interest and Tax					
(a) Heavy Engineering	2,578	1,366	(713)	3,694	2,051
(b) Foundry and Machine Shop	(201)	(118)	(244)	(1,123)	(794)
(c) Others	43	44	(1)	197	16
Total	2,420	1,292	(958)	2,768	1,273
Add: Exceptional Item	-	351	-	351	2,445
Less : Finance Cost	1,691	1,446	1,383	7,438	4,799
Less - Other unallocable expenditure net of unallocable Income	334	(43)	225	985	778
Profit/(Loss) Before Tax	395	240	(2,566)	(5,304)	(1,859)
3 Capital Employed					
Segment Assets					
Less : Liabilities					
(a) Heavy Engineering	46,951	45,930	49,429	46,951	51,878
(b) Foundry and Machine Shop	3,639	3,873	5,018	3,639	5,348
(c) Others	4,223	4,183	4,113	4,223	4,118
(d) Unallocated (Excluding Investment)	4,129	4,561	5,423	4,129	5,691
Total	58,942	58,547	63,983	58,942	67,035

For WALCHANDNAGAR INDUSTRIES LTD.

Place: Mumbai
Date: February 09, 2016


G.K. PILLAI
MANAGING DIRECTOR & CEO
(DIN : 01537184)

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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 December 31, 2015.

1. INTRODUCTION

We have reviewed the accompanying statement of unaudited financial results of **Walchandnagar Industries Limited** for the quarter and fifteen months ended on December 31, 2015. 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 the Statement of financial results 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



results prepared in all material respects in accordance with applicable accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. Emphasis of Matter

- a) Attention is drawn to Note No. 4 of the published results regarding old Trade Receivables of Rs. 847.50 Lakhs which are currently under arbitration/ litigation. Pending the ultimate outcome of these cases, which is presently unascertained, no provision has been made in respect of these dues.
- b) Attention is invited to Note No. 5 of the published results regarding deductions of liquidated damages imposed by certain customers amounting to Rs. 1772.87 Lakhs due to delays in supplies/ services on the part of the company. The Company contends that the delays are not attributable to it and has submitted the waiver applications. No provision has been made against these liquidated damages as based on the past experience, the company is confident of getting these liquidated damages waived.
- c) Attention is invited to Note No. 6 of the published results regarding non moving inventory of work in progress amounting to Rs.2645.49 Lakhs on account of orders which have been cancelled/ put on hold. The Company contends that this stock will either be liquidated or diverted to other projects without any loss arising there from.

Our report is not qualified in respect of the above matters.

Place: Mumbai
Date : February 09, 2016



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


Satish Kelkar
Partner

Membership No.: 38934