



Seth WALCHAND HIRACHAND



WALCHANDNAGAR INDUSTRIES LTD.

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

Visionary Industrialist & Our Founder

AUDITED FINANCIAL RESULTS

FOR THE QUARTER AND YEAR ENDED 30-09-2010 (₹ in Lakhs)

Particulars	Quarter Ended 30-09-2010 (Audited)	Quarter Ended 30-09-2009 (Audited)	Year Ended 30-09-2010 (Audited)	Previous Year Ended 30-09-2009 (Audited)
Total Revenue (Sales, Operating & Other Income (A+B))	32036	14514	69368	52493
1 (a) Net Sales / Income from Operations	31590	13921	67237	51262
(b) Other Operating Income	444	590	2117	1215
Total Income (A)	32034	14511	69354	52477
2 Expenditure				
a. (Increase)/Decrease in Stock in trade and work in progress	(1037)	(999)	(919)	(3324)
b. Consumption of Raw Materials	27340	10622	52014	38322
c. Employees Cost	1859	1330	6162	5320
d. Depreciation	367	291	1335	1053
e. Other Expenditure	2120	1878	7724	6888
Total Expenditure	30649	13122	66316	48259
3 Profit from Operations before Other Income, Interest & Exceptional Item (1-2)	1385	1389	3038	4218
4 Other Income (B)	2	3	14	16
5 Profit before Interest & Exceptional Item (3+4)	1387	1392	3052	4234
6 Interest	175	161	749	697
7 Profit after Interest but before Exceptional Item (5-6)	1212	1231	2303	3537
8 Exceptional Item				
Advances written off pursuant to out of court settlement	2198			
Less : Contingency Reserve specifically created against same adjusted (see Note No 3)	2085		113	
9 Profit (+) / Loss(-) from Ordinary Activities before tax (7+8)	1212	1231	2190	3537
10 Tax expense	195	454	(39)	1197
11 Net Profit (+) / Loss(-) from Ordinary Activities after tax (9-10)	1017	777	2229	2340
12 Extraordinary Item (net of tax expense ₹.....)	-	-	-	-
13 Net Profit (+) / Loss(-) for the period (11-12)	1017	777	2229	2340
14 Paid up Equity Share Capital (Face Value of ₹ 2/- each)	761	761	761	761
15 Reserves (Excluding Revaluation Reserve)	NA	NA	21851	22152
16 Earnings Per Share (EPS) (₹ 2/- Paid per share)				
Basic ₹	2.67	2.04	5.85	6.15
Diluted ₹	2.67	2.04	5.85	6.15
17 Public shareholding				
Number of shares	17131592	17131592	17131592	17131592
Percentage of Shareholding	45%	45%	45%	45%
18 Promoters and promoter group Shareholding				
a) Pledged/Encumbered -				
Number of shares	600000	2150000	600000	2150000
Percentage of shares (As a % of the total shareholding of promoter and promoter group)	2.87	10.27	2.87	10.27
Percentage of shares (As a % of the total share capital of the company)	1.58	5.65	1.58	5.65
b) Non-Encumbered				
Number of shares	20338613	18788613	20338613	18788613
Percentage of shares (As a % of the total shareholding of promoter and promoter group)	97.13	89.73	97.13	89.73
Percentage of shares (As a % of the total share capital of the company)	53.42	49.35	53.42	49.35

Notes :

- The above results have been taken on record, reviewed by Audit Committee & approved by the Board of Directors in its meeting held on 22nd November 2010.
- During the Quarter, 22 Investors' complaints were received, which were promptly attended to and no complaints were pending at the beginning and at the end of the Quarter.
- Exceptional Item - During the year, the Company reached an out of court settlement with Project & Equipment Corporation of India Ltd. (PEC) on all their disputes pertaining to the cement project at Padang Indonesia, which were long pending before the Hon'ble High Courts of Bombay (suit filed by the Company) and Delhi (suit filed by PEC). Consequently to the said settlement, both the suits stand withdrawn. Accordingly, the Company has after adjusting the contingency reserve created specifically against the same, charged off the net amount of settlement to the Profit & Loss Account.
- Auditors Qualification - No provision has been made for the liability, if any, in respect of the Bank Guarantee amounting to ₹ 700 lakhs invoked during the Current Year (shown under Loans and Advances) and in respect of ₹ 744 lakhs owed by a party appearing in the Balance Sheet under the head Sundry Debtors. The Company has disputed the claim of Bank Guarantee invocation and initiated arbitration proceedings to recover both the amounts of invoked Bank Guarantee as well as the contractual dues. Further the Company has been legally advised that it has a case worth pursuing in the matter. Based on all facts of the case, the Company is of the opinion that it has a good case on merits. In view of the foregoing and the matter being sub-judice, no provision is considered necessary in the accounts.
- 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 and received a total amount of ₹ 5072 lakhs. Out of these ₹ 1272 lakhs has been utilised for capital expenditure, ₹ 2780 lakhs for working capital and the balance amount of ₹ 1020 lakhs is invested in Liquid Mutual Funds.
- The Board has recommended Dividend of ₹ 1/- Per Equity Share (50%) subject to the approval of the shareholders.
- Figures have been regrouped for the previous periods, wherever necessary.

STATEMENT OF ASSETS AND LIABILITIES

FOR THE HALF YEAR ENDED 30-09-2010 (₹ in Lakhs)

Particulars	6 months ended 30/09/2010 Audited	6 months ended 30/09/2009 Audited
SHAREHOLDERS' FUNDS:		
(a) Capital	761	761
(b) Reserves and Surplus	21851	22152
LOAN FUNDS	10392	12495
DEFERRED TAX LIABILITY	590	1059
TOTAL	33594	36467
FIXED ASSETS	15507	14503
INVESTMENTS	4676	4622
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	22315	17173
(b) Sundry Debtors	35725	26633
(c) Cash and Bank balances	3472	4148
(d) Other current assets	29	23
(e) Loans and Advances	16865	10870
Less : Current Liabilities and Provisions		
(a) Liabilities	64378	40733
(b) Provisions	617	772
MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)	-	-
PROFIT AND LOSS ACCOUNT	-	-
TOTAL	33594	36467

SEGMENT - WISE REVENUE,

RESULTS & CAPITAL EMPLOYED

(₹ in Lakhs)

Particulars	Quarter Ended 30-09-2010 (Audited)	Quarter Ended 30-09-2009 (Audited)	Year Ended 30-09-2010 (Audited)	Previous Year Ended 30-09-2009 (Audited)
Primary Segment (I)				
Segment Revenue				
a) Heavy Engineering	30821	13554	64993	48438
b) Foundry and Machine Shop	1084	839	3705	3732
c) Others	224	181	850	557
Total	32129	14574	69548	52727
Less : Inter segment Revenue	95	63	194	250
Net Sales/Income from Operations	32034	14511	69354	52477
Segment Results				
Profit/(Loss) before Interest and Tax				
a) Heavy Engineering	1454	1539	3494	4598
b) Foundry and Machine Shop	64	(10)	(67)	149
c) Others	10	6	117	22
Total	1528	1535	3,544	4769
Less : Interest	175	161	749	697
Less : Other unallocable	141	143	605	535
Expenditure net of unallocable Income				
Profit/(Loss) Before Tax	1212	1231	2190	3537
Capital Employed				
Segment Assets				
Less : Liabilities				
a) Heavy Engineering	23435	24306	23435	24306
b) Foundry and Machine Shop	3303	3489	3303	3489
c) Others	616	470	616	470
d) Unallocated (Excluding Investment)	1565	3580	1565	3580
Total	28919	31845	28919	31845
Secondary Segment (Export) (II)				
External Revenue by location of Customers	2521	1296	5995	9692
Total carrying amount of Segment Assets (To the extent allocable)	675	2632	675	2632
Total Cost incurred to acquire Segment Assets	24	29	24	29

For WALCHANDNAGAR INDUSTRIES LTD.

Place : Mumbai

Date : 22nd November, 2010

CHAKOR L. DOSHI

CHAIRMAN

A Tradition of Engineering Excellence