

WELCAST STEELS LIMITED

Registered. Office: 115-116, G.V.M.M. Estate, Odhav Road, Odhav, Ahmedabad – 382410, Gujarat, India

Telephone No: 079-22901078 Fax: 079-22901077 CIN: L27104GJ1972PLC085827

STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2020

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
1	Income						
	Revenue from operations	1910.76	3031.92	3895.59	7299.82	11748.69	14338.88
	Other Operating Income	6.14	2.76	225.58	26.07	459.98	662.66
	a) Total Revenue from operations	1916.90	3034.68	4121.17	7325.89	12208.67	15001.54
	b) Other Income	10.37	7.44	7.09	26.48	74.82	81.31
	Total Income (a+b)	1927.27	3042.12	4128.26	7352.37	12283.49	15082.85
2	Expenses						
	a) Cost of material consumed	1180.76	1679.41	2180.73	3995.85	7662.23	9293.54
	b) Changes in Inventories of finished goods, work-in-progress	(228.92)	(39.54)	365.51	67.93	(315.90)	(323.48)
	c) Employee benefits expense	239.40	214.90	251.42	685.77	764.72	989.22
	d) Finance costs	2.32	6.71	7.16	22.16	26.70	34.43
	e) Depreciation & amortisation expenses	38.45	36.67	33.49	113.52	97.96	133.54
	f) Other expenses	742.18	1030.51	1315.54	2486.44	4010.70	4960.66
	Total Expenses (a+b+c+d+e+f)	1974.19	2928.66	4153.85	7371.67	12246.41	15087.91
3	Profit / (Loss) before tax and extraordinary items (1-2)	(46.92)	113.46	(25.59)	(19.30)	37.08	(5.06)
4	Less : Extra-ordinary items (refer Note No. iii)	(369.10)	369.10	0.00	0.00	0.00	0.00
5	Profit/(Loss) before tax	322.18	(255.64)	(25.59)	(19.30)	37.08	(5.06)
6	Tax Expenses						
	(i) Current tax	0.00	0.00	(8.17)	0.00	4.16	-
	(ii) Taxes of earlier years written back	0.00	0.00	(5.27)	-	(5.27)	(5.27)
	(iii) Deferred tax	47.23	(9.53)	2.62	38.51	15.24	26.50
	Total Tax expenses (i+ii+iii)	47.23	(9.53)	(10.82)	38.51	14.13	21.23
7	Profit / (Loss) for the period (5-6)	274.95	(246.11)	(14.77)	(57.81)	22.95	(26.29)
8	Other Comprehensive Income / (Loss)						
	i) Item that will not be reclassified to profit or loss	(1.61)	4.65	1.45	(1.61)	3.94	(18.61)
	ii) Income tax relating to items that will not be reclassified to profit or loss	0.42	(1.17)	(0.26)	0.42	(0.99)	4.68
	iii) Item that will be reclassified to profit or loss	-	-	-	-	-	-
	iv) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income / (Loss) (net of tax)	(1.19)	3.48	1.19	(1.19)	2.95	(13.93)
9	Total Comprehensive Income / (Loss) for the period (7+8)	273.76	(242.63)	(13.58)	(59.00)	25.90	(40.22)
10	Paid-up Equity Share Capital – Face Value of ₹ 10 each.	63.82	63.82	63.82	63.82	63.82	63.82
11	Other equity						3378.11
12	Earnings Per Share (EPS) (In ₹) (Not annualised)						
	Basic	43.08	(38.56)	(2.31)	(9.06)	3.60	(4.12)
	Diluted	43.08	(38.56)	(2.31)	(9.06)	3.60	(4.12)

Notes :

- (i) The above Un-audited financial results for the quarter and nine months ended 31st December 2020 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 05th February ,2021
- (ii) The unaudited financial results are prepared in accordance with the Indian Accounting Standards 34 'Interim Financial Reporting' as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- (iii) During the quarter ended 30th September 2020, management decided to close down its only manufacturing facility at No 15, Phase I Peenya Industrial area, Peenya Bengaluru effective from 2nd November 2020. Accordingly, the financial Results for the quarter and half year ended 30th September 2020 were prepared on a non-going concern basis.
Pursuant to above all non-financial assets were recognized at lower of cost and realisable value. Fair market value of land was higher than the book value. All non-financial liabilities were assumed at expected payable values without discounting, resulting in an extraordinary expenses of ₹ 369.10 lakhs for the quarter and half year ended 30th September 2020.
However, subsequently during the current quarter, management decided to continue its operations at the above said facility, hence, the financial results of the company for the quarter and nine months ended 31st December 2020 is prepared on a going concern basis. Consequently the expenses of ₹ 369.10 lakhs shown as extraordinary items in the previous quarter and half year ended 30th September 2020 has been reversed during the current quarter.
- (iv) The Company has decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the previous financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact was recognised in the previous year's financial statements. Pursuant to the selection of this option, the Company had reversed deferred tax asset amounting to ₹ 8.62 lakhs due to reduction in corporate tax rate during the year ended 31 March 2020.
- (v) The Statutory Auditors of the Company have carried out a Limited Review of the above results as per Regulation 33 of SEBI(Listing obligation and Disclosure Requirements) Regulations 2015 and have expressed an unqualified opinion.
- (vi) The company manufactures and deals with a single product, Alloy steel Cast Grinding Media, Also Company's operations are solely situated in India. Hence there are no reportable segments as required by Ind-AS -108 "Operating Segments" under the Companies (Indian Accounting Standards) Rules 2015.
- (vii) AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
- (viii) Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 05th February, 2021

VINOD NARAIN
CHAIRMAN
DIN:00058280