

**WALCHANDNAGAR INDUSTRIES LIMITED**

Walchandnagar: 413 114, Dist Pune, Maharashtra, India

Tel: 02118- 307100 / 252 235 Fax: 02118- 252 358

Website: www.walchand.com Email: wil@walchand.com

Ref. No. : WIL:SEC:2020

Date : November 10, 2020

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
SCRIP CODE : WALCHANNAG

BSE Ltd.
Corporate Relations Department
1st floor, New Trading Ring,
Rotunda Bldg P.J. Tower,
Mumbai 400 001.
Fax:: 22723121/2039/2037
SCRIP CODE : 507410

Dear Sir(s),

Sub : Un-audited (Reviewed) Financial Results for the Quarter and Half Year ended September 30, 2020 along with Limited Review Report as on the date issued by Statutory Auditors of the Company.

Ref : Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We are pleased to inform you that the Board of Directors at its meeting held today i.e. November 10, 2020, approved the Un-audited (Reviewed) Financial Results for the Quarter and Half Year ended September 30, 2020. A copy of the same along with Limited Review Report on the Un-audited Financial Results for the Quarter and Half Year ended September 30, 2020 issued by M/s. Jayesh Sanghrajka & Co. LLP (Statutory Auditors of the Company) are enclosed for your information and record.

The Board Meeting commenced at 02.06 p.m. and concluded at 5.00 p.m.

This is 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 No. : (022) 23612195/96/97 Fax : (022) 23634527, E - mail : investors@walchand.com, Website: www.walchand.com

Unaudited Financial Results for the Quarter and Half year ended 30th September, 2020

Particulars	Quarter ended		Half year ended		Year Ended	(Rs. in Lakhs)
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
	1	2	3	4	5	6
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue from Operations	9,660	4,783	10,017	14,442	16,296	29,805
2 Other Income	565	134	277	699	733	2,017
3 Total Revenue (1+2)	10,225	4,917	10,294	15,142	17,029	31,822
Expenditure :						
4 Cost of Materials Consumed	3,409	1,291	3,437	4,701	7,290	13,990
5 Sub-contracting Expenses, Processing Charges and Other Direct Costs	370	181	474	551	973	2,001
6 Changes in inventories of finished goods and work-in-progress	1,829	258	(1,145)	2,087	(2,525)	(4,273)
7 Employees Benefits Expenses	1,996	2,012	1,972	4,008	3,992	8,366
8 Finance Costs	2,053	1,903	2,265	3,955	4,492	8,652
9 Depreciation and Amortisation Expenses	578	540	588	1,118	1,181	2,300
10 Other Expenses	1,142	984	2,595	2,126	3,567	6,353
11 Total Expenses (4+5+6+7+8+9+10)	11,377	7,169	10,186	18,546	18,970	37,389
12 Profit/ (Loss) before exceptional items and tax (3-11)	(1,152)	(2,252)	108	(3,404)	(1,941)	(5,567)
13 Exceptional Items (net)	-	-	-	-	-	979
14 Profit/ (Loss) before tax (12-13)	(1,152)	(2,252)	108	(3,404)	(1,941)	(6,546)
15 Tax expense:						
(1) Current tax	-	-	-	-	-	-
(2) Deferred tax (asset)/ liability	-	-	-	-	-	-
16 Profit/ (Loss) after Tax (14-15)	(1,152)	(2,252)	108	(3,404)	(1,941)	(6,546)
17 Other Comprehensive Income	74	(123)	(14)	(48)	13	(80)
18 Total Comprehensive Income for the period	(1,078)	(2,375)	94	(3,452)	(1,928)	(6,626)
19 Earnings per equity share of face value of ₹ 2 each						
(1) Basic	(3.03)	(5.91)	0.28	(8.94)	(5.10)	(17.20)
(2) Diluted	(3.03)	(5.91)	0.28	(8.94)	(5.10)	(17.20)



1. The above unaudited financial results have been prepared in accordance with Indian Accounting Standard as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 and the Companies (Indian Accounting Standard) Amendment Rules, 2016.

2. The above unaudited Financial Results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors at its meeting held on November 10, 2020.

3. The company is engaged in segments namely Heavy Engineering, Foundry and Machine shop and Others. These segments have been reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker.

4. Inventory includes work in progress of Rs. 2194.21 Lakhs in respect of orders which have been cancelled / put on hold. The Company is of the opinion that no provision is required to be made as on September 30, 2020 as this stock will be either liquidated or diverted to other projects.

5. The COVID-19 lockdown has materially and adversely affected the supply chain, Production and logistics during lockdown period and therefore, Company's operating results have been negatively impacted. The management has made impact analysis of the lockdown on company's performance during year to date ended 30th September 2020. Details of the said estimates are as follows:

Sales deferral : Rs. 2459 Lakhs (For Q4 F.Y. 2019 -20 - Rs. 1910 Lakh)

Operating Loss Incurred: Rs. 904 Lakhs (For Q4 F.Y. 2019 -20 Rs. 570 Lakh)

The Management has made detailed assessment of Company's liquidity position for the next one year and of the recoverability and carrying values of its assets comprising Property, Plant and Equipment, Intangible assets, Trade receivables and Inventory as at the reporting period and has concluded that there are no material adjustments required in the financial results. Management believes that it has taken into account all the possible impact of known events arising from COVID-19 pandemic in the preparation of the

6. Figures for the previous periods have been regrouped/reclassified where necessary, to confirm to the current period classification.

For WALCHANDNAGAR INDUSTRIES LTD.



Chirag C. Doshi

MANAGING DIRECTOR & CEO

DIN- 00181291

Place: Mumbai

Date: November 10, 2020

**WALCHANDNAGAR INDUSTRIES LTD.**

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SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED

Particulars	Rs in Lakhs					
	Quarter ended			Half year ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Segment Revenue						
(a) Heavy Engineering	8,451	4,436	8,573	12,887	12,874	23,628
(b) Foundry and Machine Shop	988	219	966	1,207	2,480	4,700
(c) Others	248	160	572	408	1,066	1,759
Total	9,688	4,815	10,111	14,502	16,420	30,087
Less : Inter segment Revenue	28	32	94	60	124	282
Net Sales/Income from Operations	9,660	4,783	10,017	14,442	16,296	29,805
2 Segment Results						
Profit/(Loss) before Interest and Tax						
(a) Heavy Engineering	1,163	(49)	2,541	1,114	2,808	3,617
(b) Foundry and Machine Shop	(147)	(228)	(126)	(376)	(250)	(272)
(c) Others	1	(13)	55	(11)	165	221
Total	1,017	(290)	2,470	727	2,723	3,566
Add: Exceptional Item						
Less : Finance Cost	2,052	1,903	2,265	3,955	4,492	8,652
Less - Other unallocable expenditure net of unallocable Income	117	60	97	176	172	481
Less - Exceptional Item	-	-	-	-	-	979
Profit/(Loss) Before Tax	(1,152)	(2,252)	108	(3,404)	(1,941)	(6,546)
3 Capital Employed						
Segment Assets						
(a) Heavy Engineering	91,797	92,488	103,217	91,797	103,217	93,425
(b) Foundry and Machine Shop	5,069	4,875	5,401	5,069	5,401	5,275
(c) Others	4,308	4,411	4,423	4,308	4,423	4,416
(d) Unallocated	1,148	1,095	4,327	1,148	4,327	1,497
(A)	102,322	102,869	117,368	102,322	117,368	104,613
Less : Liabilities						
(a) Heavy Engineering	74,231	73,801	81,567	74,231	81,567	73,249
(b) Foundry and Machine Shop	2,231	2,085	2,008	2,231	2,008	2,168
(c) Others	635	634	675	635	675	625
(d) Unallocated	1,770	1,819	1,512	1,770	1,512	1,663
(B)	78,867	78,339	85,762	78,867	85,762	77,705
Total (A-B)	23,455	24,530	31,606	23,455	31,606	26,908

For WALCHANDNAGAR INDUSTRIES LTD.

Chirag C. Doshi
MANAGING DIRECTOR & CEO
DIN- 00181291

Place: Mumbai

Date: November 10, 2020

A TRADITION OF ENGINEERING EXCELLENCE

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www.walchand.com**Statement of Assets and Liabilities**

Particulars	Rs. In Lakhs	
	As at September 30,2020 (Unaudited)	As at March 31,2020 (Audited)
Property, Plant and Equipment	32,392	33,120
Capital Work-in-Progress	750	855
Investment Property	189	189
Intangible Assets	91	98
Financial Assets		
(i) Investments	9	8
(ii) Trade Receivables	5,737	5,646
(iii) Other Financial Assets	272	269
Non Current Tax Asset (Net)	951	1,304
Other Non-Current Assets	4,323	4,587
	44,713	46,076
Inventories	20,523	23,493
Financial Assets		
(i) Investments	-	-
(ii) Trade Receivables	21,795	19,867
(iii) Cash and Cash Equivalents	191	321
(iv) Other Balances with Banks	4,614	3,986
(v) Other Financial Assets	5,220	5,200
Other Current Assets	5,266	5,670
	57,609	58,537
	102,322	104,613
Equity Share Capital	761	761
Other Equity	22,694	26,147
	23,455	26,908
Financial Liabilities		
(i) Borrowings	15,911	15,912
(ii) Other Financial Liabilities	4,791	3,287
Provisions	1,449	1,300
Other Non-Current Liabilities	8,948	6,841
	31,099	27,340
Financial Liabilities		
(i) Borrowings	24,454	22,149
(ii) Trade Payables	7,663	8,723
(iii) Other Financial Liabilities	5,972	6,341
Provisions	321	364
Other Current Liabilities	9,358	12,788
	47,768	50,365
	102,322	104,613

Walchandnagar Industries Limited
CIN - L74999MH1908PLC000291
Cash Flow Statement for the year to date ended on September 30, 2020

Rs. in Lakhs

Particulars	Rs. in Lakhs	
	Year to date ended on September 30, 2020	Year ended on March 31, 2020
A Cash Flow from Operating Activities		
Profit/(Loss) before tax	(3,404)	(6,546)
Adjustments for :		
Depreciation and Amortization Expense	1,118	2,300
Provision for doubtful debts	(691)	(1,824)
(Profit)/ Loss on sale of Asset	(3)	950
Finance Costs	3,955	8,652
Unrealized Exchange (Gain) / Loss (net)	150	198
Sundry Balances Written back	(229)	(557)
Interest Income	(122)	(378)
Rental Income from Investment property	(4)	(10)
Bad Debts Witten off	978	3,721
Dividend Income on Current Investments	(0)	(1)
(Profit) / loss on sale of Current Investments	-	5
Provision written back	-	(249)
	5,151	12,807
Operating profit before working capital changes	1,748	6,261
Change In operating assets and liabilities		
(Increase)/ decrease in trade receivables	(2,455)	5,332
(Increase)/ decrease in other financial assets	(23)	(1,106)
(Increase)/ decrease in other assets	540	561
(Increase)/ decrease in inventories	2,970	(4,017)
Increase/ (decrease) in trade payable	(1,061)	(739)
Increase/ (decrease) in other financial liabilities	(1,222)	(598)
Increase/ (decrease) in provisions	57	54
Increase/ (decrease) in other liabilities	(1,095)	106
	(2,289)	(406)
Cash Generated from Operations	(541)	5,855
Income Tax Refund / (Paid) (net)	445	-
Net cash inflow from operating activities (A)	(96)	5,855
B Cash Flow from Investing Activities		
Purchase of tangible/intangible assets including capitalwork in pr	(264)	(1,507)
Proceeds from Sale of Property, Plant and Equipment	6	37
(Purchase)/Sale of Non Current Investments	(0)	136
(Purchase)/Sale of Current Investments	-	165
Rent received on Investment Property	4	10
Proceed from sale of assets held for sale	-	1,999
Fixed Deposit / Margin Money Realized/(Paid)	(628)	2,664
Dividend received on current investment	0	1
Interest Received	142	398
Net cash inflow from investing activities (B)	(740)	3,903
C Cash Flow from Financing Activities		
Proceeds/(Repayments) of Long-Term Borrowings (Net)	0	(5,369)
Proceeds/(Repayments) of Short-Term Borrowings (Net)	2,305	484
Interest paid	(1,600)	(7,229)
Net cash outflow from financing activities (C)	705	(12,114)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(130)	(2,356)
Cash and Cash Equivalents at the beginning of the period	321	2,677
Cash and Cash Equivalents at the end of the period	191	321

Cash & Cash Equivalents comprises of :

Particulars	Year to date ended on September 30, 2020	Year ended on March 31, 2020
Cash on hand	13	26
Balances with banks	178	275
Deposits having original maturity of less than three months	-	20
Total	191	321

For Walchandnagar Industries Limited



Chirag C. Doshi
Managing Director & CEO
DIN- 00181291

Date: November 10, 2020

Place: Mumbai

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to The Board of Directors Walchandnagar Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Walchandnagar Industries Limited** (the "Company") for the quarter ended Sept 30, 2020 and year to date from 1st April, 2020 to 30th September, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulation").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there-under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and subject to the possible effects of the matter described in Emphasis of Matter paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there-under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Jayesh Sanghrajka & Co LLP

Chartered Accountants

Emphasis of Matter Paragraph


Attention is invited to Note no. 4 of published results regarding non-moving inventory of work in progress amounting to ₹ 2194.21 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 conclusion on the statement is not modified in respect of the above matter.

For Jayesh Sanghrajka & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 104184W/W100075



Ashish Sheth

Partner

Membership No.: 107162



UDIN: 20107162AAAABH5969

Place: Mumbai

Date: November 10, 2020

Head Office :

405 – 408, Hind Rajasthan Building,
Dadasaheb Phalke Road, Dadar (E), Mumbai – 400 014.

Branch Offices at Vashi and Kanjurmarg

+91 22 40774602 info@jsandco.in www.jsandco.in

Affiliates Offices :

Ahmedabad, Bangalore, Chennai, Delhi,
Guwahati, Hyderabad, Indore, Jaipur, Kochi,
Kolkata, Delhi, Patna, Silchar, Siliguri and
Thiruvananthapuram.