

Welcast Steels Limited

Works : Plot No. 15, Phase 1, Peenya Industrial Area, Bangalore - 560 058. INDIA
Phones : (91-80) 2839 4058, 2839 4059, 6450 2100, 6450 3269.
E-mail: info@welcaststeels.com Website - www.welcaststeels.com
CIN : L27104GJ1972PLC085827



26th October, 2021

To,
The Manager (Listing),
The BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Dear Sir / Madam,

Sub: Unaudited Financial Result for the Quarter/Half Year ended September 30, 2021 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Script Code: 504988

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Unaudited Financial Result of the Company for the Quarter/Half Year ended September 30, 2021 alongwith Limited Review Report taken on record by the Board of Directors of the Company in its meeting held today i.e. October 26, 2021, which was commenced at 12.00 Noon and concluded at 02.00 p.m.

Please take the same on your record.

Thanking you.

Yours faithfully,
For Welcast Steels Limited


S. N. Jetheliya
Company Secretary
Encl: As above



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 HALF YEAR ENDED 30th SEPTEMBER 2021

Sr. No.	Particulars	INR in lakhs					
		Quarter ended			Half year ended		Year ended
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited	
1	Income						
	Revenue from operations	1,700.48	352.33	3,031.92	2,052.81	5,389.06	9,755.22
	Other Operating Income	10.23	-	2.76	10.23	19.93	40.19
	a) Total Revenue from operations	1,710.71	352.33	3,034.68	2,063.04	5,408.99	9,795.41
	b) Other Income	7.56	6.39	7.44	13.95	16.11	45.90
	Total Income (a+b)	1,718.27	358.72	3,042.12	2,076.99	5,425.10	9,841.31
2	Expenses						
	a) Cost of material consumed	1,480.36	94.70	1,679.41	1,575.06	2,815.09	5,231.05
	b) Changes in Inventories of finished goods, work-in-progress	(590.58)	177.32	(39.54)	(413.26)	296.85	533.85
	c) Employee benefits expense	160.85	169.40	214.90	330.25	446.37	876.40
	d) Finance costs	1.81	1.19	6.71	3.00	19.84	28.32
	e) Depreciation & amortisation expenses	23.33	22.87	36.67	46.20	75.07	142.98
	f) Other expenses	552.97	104.91	1,030.51	657.88	1,744.26	3,168.91
	Total Expenses (a+b+c+d+e+f)	1,628.74	570.39	2,928.66	2,199.13	5,397.48	9,981.51
3	Profit / (Loss) before tax and extraordinary items (1-2)	89.53	(211.67)	113.46	(122.14)	27.62	(140.20)
4	Less : Extra-ordinary items	-	-	369.10	-	369.10	-
5	Profit/(Loss) before tax	89.53	(211.67)	(255.64)	(122.14)	(341.48)	(140.20)
6	Tax Expenses						
	(i) Current tax	-	-	-	-	-	-
	(ii) Deferred tax	2.55	1.30	(9.53)	3.85	(8.72)	41.83
	Total Tax expenses (i+ii)	2.55	1.30	(9.53)	3.85	(8.72)	41.83
7	Profit / (Loss) for the period (5-6)	86.98	(212.97)	(246.11)	(125.99)	(332.76)	(182.03)
8	Other Comprehensive Income / (Loss)						
	i) Item that will not be reclassified to profit or loss	(4.88)	6.52	4.65	1.64	-	21.54
	ii) Income tax relating to items that will not be reclassified to profit or loss	1.23	(1.64)	(1.17)	(0.41)	-	(5.42)
	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)	(3.65)	4.88	3.48	1.23	-	16.12
9	Total Comprehensive Income / (Loss) for the period (7+8)	83.33	(208.09)	(242.63)	(124.76)	(332.76)	(165.91)
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						3,212.19
12	Earnings Per Share (EPS) (In ₹) (Not annualised)						
	Basic	13.63	(33.37)	(38.56)	(19.74)	(52.14)	(28.52)
	Diluted	13.63	(33.37)	(38.56)	(19.74)	(52.14)	(28.52)

Notes :

- (i) The above Un-audited financial results for the quarter and half year ended 30th September 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 26/10/2021. The Un-audited financial results have been subjected to limited review by the statutory auditors of the Company. The statutory auditors have expressed an unqualified conclusion.
- (ii) AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
- (iii) 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.
- (iv) The Company has only one reportable primary business segment as per IND AS 108 "Operating Segments", i.e. manufacturing of High Chrome Grinding Media. Further sales to a single customer amounting to 10 percent or more of the company's revenue from sales of grinding media amounted to Rs 904 66 Lakhs (net of tax) upto the half year under review.
- (v) The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these financial statements including the recoverability of carrying amount of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and expects that the carrying amount of these assets will be recovered. Having reviewed the information, management believes the impact of the pandemic may not be significant. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.
- (vi) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period, the Code becomes effective.
- (vii) Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
- (viii) Refer Annexure - I for statement of assets and liabilities as at 30th September 2021
- (ix) Refer Annexure - II for statement of cash flows for the half year ended 30th September 2021

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 26th Oct 2021

AS PER OUR REPORT ATTACHED OF EVEN DATE:

For GANAPATH RAJ & Co.,
CHARTERED ACCOUNTANTS
Firm Regn. No. - 000846S

VINOD NARAIN
CHAIRMAN
DIN:00058280

GANAPATH RAJ. C.
PARTNER
Membership No. 022955

UDIN: 21022955AAAAEX1395

Welcast Steels Limited

ANNEXURE - I STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER 2021

Particulars	₹ in Lakhs)	
	Un-audited	Audited
	As at	As at
	30th Sept 2021	31 Mar 2021
ASSETS		
Non-current assets		
(a) Property, plant and equipment	792.34	652.58
(b) Capital work-in-progress	-	-
(c) Intangible assets	2.00	1.73
(d) Financial assets		
(1) Loans	0.31	0.30
(2) Other financial assets	471.09	462.73
(e) Deferred tax assets (net)	17.10	21.36
(f) Other tax assets (net)	72.72	69.09
(g) Other non-current assets	28.68	188.40
Total non-current assets	1,384.24	1,396.19
Current assets		
(a) Inventories	1,654.71	1,005.44
(b) Financial assets		
(i) Trade receivables	688.99	1,398.53
(ii) Cash and cash equivalents	79.79	32.10
(iii) Bank balances other than (ii) above	7.47	189.13
(iv) Loans	0.13	5.21
(v) Derivatives	-	-
(vi) Other financial assets	48.26	29.68
(c) Other current assets	360.90	94.46
Total current assets	2,840.25	2,754.55
Total assets	4,224.49	4,150.74
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	63.84	63.84
(b) Other equity	3,087.42	3,212.19
Total equity	3,151.26	3,276.03
LIABILITIES		
Non-current liabilities		
Provisions	44.63	51.43
Total non-current liabilities	44.63	51.43
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	225.00	347.30
(ii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	1.59	0.79
Total outstanding dues of creditors other than micro enterprises and small enterprises	676.13	203.78
(iii) Other financial liabilities	67.72	84.80
(b) Other current liabilities	40.04	166.72
(c) Provisions	18.12	19.89
Total current liabilities	1,028.60	823.28
Total liabilities	1,073.23	874.71
Total equity and liabilities	4,224.49	4,150.74

FOR OUR REPORT ATTACHED OF EVEN DATE
For **GANAPATH RAJ & Co.,**
CHARTERED ACCOUNTANTS
Firm Regn. No. - 0008465

Place: Bengaluru
Date: 26th Oct 2021

GANAPATH RAJ. C.
PARTNER
Membership No. 022955

UDIN: 21022955AAA AEX1395

for WELCAST STEELS LIMITED

Vinod Narain

VINOD NARAIN
CHAIRMAN
DIN:00058280

WELCAST STEELS LIMITED
ANNEXURE - II : CASH FLOW FOR THE PERIOD ENDED 30th SEPTEMBER 2021

INR in Lakhs

Particulars	Half year ended 30th Sept 2021	Half year ended 30th Sept 2020	Year ended 31st Mar 2021
	Un-audited	Un-audited	Audited
A. Cash flows from operating activities			
Net Profit / (Loss) before tax	(122.14)	(341.48)	(140.20)
Add(Less) : adjustments			
Extra-ordinary items	-	369.10	-
Interest Income	(8.15)	(14.25)	(42.19)
Loss(Profit) on sale of assets (Net)	-	-	-
Depreciation and amortization	46.20	75.07	142.98
Finance cost	3.00	19.84	28.32
Cash generated from operations before working capital changes:	(81.09)	108.28	(11.09)
Changes in working capital			
Decrease/(Increase) in trade receivable	709.54	(608.55)	(461.95)
Decrease in Loans	5.08	9.35	5.84
Decrease / (Increase) in inventories	(649.27)	668.86	1,035.44
Decrease / (Increase) in financial assets	(0.01)	(12.43)	0.50
Decrease / (Increase) in other current assets	(266.44)	294.17	280.13
Decrease / (Increase) Other non-current assets	151.36	-	(8.00)
(Decrease) / Increase in provisions	(6.93)	64.82	(151.96)
(Decrease) / Increase in trade payables	473.14	(171.00)	(414.35)
(Decrease) / Increase in other current liabilities	(143.76)	(171.18)	(79.65)
Cash generated from /(used in) operations	191.62	182.32	194.91
Income taxes paid	(3.63)	17.67	11.62
Net cash (used in) / generated by operations = A	187.99	199.99	206.53
B. Cash flows from investing activities			
Acquisition of Property, plant and equipment,CWIP & other intangibles	(186.24)	(6.94)	(6.98)
Proceeds from sale of Property, plant & equipment / Impairment of assets	-	-	-
Investment in fixed deposits in bank (Net)	181.66	(8.19)	(181.69)
Interest income	(10.42)	14.25	40.36
Net cash (used in) from investing activities = B	(15.00)	(0.88)	(148.31)
C. Cash flows from financing activities			
Increase / (Decrease) in current borrowings	(122.30)	(190.00)	(52.70)
Finance cost	(3.00)	(19.84)	(28.32)
Dividend paid, including dividend distribution tax	-	-	-
Net cash (used in) / generated from financing activities = C	(125.30)	(209.84)	(81.02)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	47.69	(10.73)	(22.80)
Cash and cash equivalents at the beginning of the year	32.10	54.90	54.90
Cash and cash equivalents at the end of the period	79.79	44.17	32.10
Reconciliation of Cash and Cash Equivalents with the statement of Assets and Liabilities			
Cash and Cash Equivalents at the End of the period			
(a) Cash on Hand	0.40	0.27	0.86
(b) Balance with bank - In Current Accounts	79.39	43.90	31.24
Total	79.79	44.17	32.10

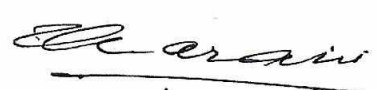
Note : The above statement of cash flow has been prepared under the "indirect Method" as set out in the IND AS-7 "Statement of Cash flows".

AS PER OUR REPORT ATTACHED OF EVEN DATE
For **GANAPATH RAJ & Co.,**
CHARTERED ACCOUNTANTS
Firm Regn. No. - 000846S

for WELCAST STEELS LIMITED

Place: Bengaluru
Date: 26th Oct 2021


GANAPATH RAJ. C.
PARTNER
Membership No. 022955
UDIN: 21022955AAAAEX1395


VINOD NARAIN
CHAIRMAN
DIN:00058280



GANAPATH RAO & CO.,

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No.387 (71), 42nd Cross, Between 1st& 2nd Main,
Jayanagar 8th Block, Bangalore- 560 070. INDIA

Limited Review Report on Unaudited Quarterly Financial Results and Year-to-date results of Welcast Steels Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
Board of Directors of
Welcast Steels Limited

1. We have reviewed the accompanying statement of unaudited financial results of **WELCAST STEELS LTD**, (“the Company”) for the quarter ended 30th September, 2021 and year to date results for the period from 1st April, 2021 to 30th September, 2021 (“the Statement”), being submitted by the Company pursuant to the requirements of the of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“the listing regulations”)
2. This Statement, which is the responsibility of the Company’s management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 is free of material misstatement. 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.





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Jayanagar 8th Block, Bangalore- 560 070. INDIA

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Bangalore

Date: 26.10.2021

For GANAPATH RAJ & CO.,

Chartered Accountants

Firm Regn No.000846S



GANAPATH RAJ.C

Partner

Membership No. 022955

UDIN:21022955AAAAE x 1395