

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



22nd May, 2021

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

Dear Sir/Madam,

Sub : Outcome of Board Meeting and submission of Audited Financial Results for the Quarter/Year ended March 31, 2021 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Script Code: 504988

The Board of Directors at their Meeting held today, approved the Audited Financial Results for the quarter/year ended on March 31, 2021, which was commenced at 04.30 P.M. and concluded at 05.30 P.M.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the followings:

- (i) Statement showing Audited Financial Results for the quarter/year ended March 31, 2021.
- (ii) Auditors' Report on the Audited Financial Results.

Pursuant to second proviso of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that Auditors' Report issued by Ganapath Raj & Co., Chartered Accountants, Statutory Auditor of the Company in respect of the Audited Financial Results of the Company for the year ended 31st March, 2021 is unmodified.

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would also like to intimate that the Board has not recommended any Dividend for the Financial Year 2020-21.

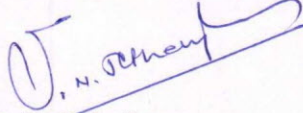


Further, we shall inform you in due course the date on which the Company will hold Annual General Meeting for the year ended March 31, 2021.

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 AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2021

Sr. No.	Particulars	₹ in lakhs				
		Quarter ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Un-audited	Audited	Audited	Audited
1	Income					
	Revenue from operations	2455.40	1910.76	2590.19	9755.22	14338.88
	Other Operating Income	14.12	6.14	202.68	40.19	662.66
	a) Total Revenue from operations	2469.52	1916.90	2792.87	9795.41	15001.54
	b) Other Income	19.42	10.37	6.49	45.90	81.31
	Total Income (a+b)	2488.94	1927.27	2799.36	9841.31	15082.85
2	Expenses					
	a) Cost of material consumed	1235.20	1180.76	1631.31	5231.05	9293.54
	b) Changes in Inventories of finished goods and work-in-progress	465.92	(228.92)	(7.58)	533.85	(323.48)
	c) Employee benefits expense	190.63	239.40	224.50	876.40	989.22
	d) Finance costs	6.16	2.32	7.73	28.32	34.43
	e) Depreciation & amortisation expenses	29.46	38.45	35.58	142.98	133.54
	f) Other expenses	682.47	742.18	949.96	3168.91	4960.66
	Total Expenses (a+b+c+d+e+f)	2609.84	1974.19	2841.50	9981.51	15087.91
3	Profit / (Loss) before tax (1-2)	(120.90)	(46.92)	(42.14)	(140.20)	(5.06)
4	Less: Extra ordinary items	0.00	(369.10)	0.00	0.00	0.00
5	Profit / (Loss) before tax	(120.90)	322.18	(42.14)	(140.20)	(5.06)
6	Tax Expenses					
	(i) Current tax	0.00	0.00	(4.16)	-	-
	(ii) Taxes of earlier years written back	0.00	0.00	-	0.00	(5.27)
	(iii) Deferred tax	3.32	47.23	11.26	41.83	26.50
	Total Tax expenses (i+ii+iii)	3.32	47.23	7.10	41.83	21.23
7	Profit / (Loss) for the period (5-6)	(124.22)	274.95	(49.24)	(182.03)	(26.29)
8	Other Comprehensive Income / (Loss)					
	i) Item that will not be reclassified to profit or loss	23.15	(1.61)	(22.55)	21.54	(18.61)
	ii) Income tax relating to items that will not be reclassified to profit or loss	(5.84)	0.42	5.67	(5.42)	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)	17.31	(1.19)	(16.88)	16.12	(13.93)
9	Total Comprehensive Income / (Loss) for the period (7+8)	(106.91)	273.76	(66.12)	(165.91)	(40.22)
10	Paid-up Equity Share Capital – Face Value of ₹ 10 each.	63.82	63.82	63.82	63.82	63.82
11	Other equity				3212.19	3378.11
12	Earnings Per Share (EPS) (In `) (Not annualised)					
	Basic	(19.46)	43.08	(7.72)	(28.52)	(4.12)
	Diluted	(19.46)	43.08	(7.72)	(28.52)	(4.12)

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Notes :	
(I)	The above annual financial results for the quarter and year ended 31 March 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 22/05/2021. The statutory auditors have expressed an unqualified opinion.
(II)	The audited financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) 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)	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.
(iv)	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. Further sales to a single customer amounting to 10 percent or more of the company's revenue from sales of grinding media amounted to ₹ 3307.91 Lakhs during the Financial Year 2020-21
(v)	AIA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
(vi)	The company's Units, which had to suspend operations temporarily, due to the Government's directives relating to COVID-19, have since resumed partial operations, as per the guidelines and norms prescribed by the Government authorities. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts 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 underlying 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.
	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 of the quarter ended March 31, 2021 and March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and year to date figures up to the third quarter of the relevant financial year. The figure upto the end of third quarter had only been reviewed and not subject to audit.
(viii)	Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
(ix)	Refer Annexure - I for statement of assets and liabilities as at 31st March 2021
(x)	Refer Annexure - II for statement of cash flows for the year ended 31st March 2021

for WELCAST STEELS LIMITED

Place: Ahmedabad
Date: 22/05/2021

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BHADRESH K. SHAH
DIRECTOR
DIN 00058177

As per our report of even date attached
for GANAPATH RAJ & CO
Chartered Accountants
(Firm registration No. 000846S)

MANOJ KUMAR
GANAPATHRAJ

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MANOJ KUMAR G
Partner
Membership No 217827
UDIN:-21217827AAAABF5828

Welcast Steels Limited

CIN : L27104GJ1972PLC085827

Annexure I - Statement of Assets and Liabilities as at 31st March 2021

Particulars	₹ in Lakhs)	
	As at 31 March 2021	As at 31 March 2020
ASSETS		
Non-current assets		
(a) Property, plant and equipment	652.58	786.75
(b) Capital work-in-progress	-	-
(c) Intangible assets	1.73	3.59
(d) Financial assets		
(1) Loans	433.77	434.16
(2) Other financial assets	29.26	21.36
(e) Deferred tax assets (net)	21.36	68.61
(f) Other tax assets (net)	69.09	80.71
(g) Other non-current assets	188.40	188.40
Total non-current assets	1,396.19	1,583.58
Current assets		
(a) Inventories	1,005.44	2,040.88
(b) Financial assets		
(i) Trade receivables	1,398.53	936.58
(ii) Cash and cash equivalents	32.10	54.90
(iii) Bank balances other than (iii) above	189.13	6.68
(iv) Loans	8.91	14.75
(v) Derivatives	-	-
(vi) Other financial assets	25.98	25.98
(c) Other current assets	94.46	374.58
Total current assets	2,754.55	3,454.35
Total assets	4,150.74	5,037.93
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	63.84	63.84
(b) Other equity	3,212.19	3,378.11
Total equity	3,276.03	3,441.95
LIABILITIES		
Non-current liabilities		
Provisions	51.43	193.93
Total non-current liabilities	51.43	193.93
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	347.30	400.00
(ii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	0.79	6.10
Total outstanding dues of creditors other than micro enterprises and small enterprises	203.78	612.82
(iii) Other financial liabilities	84.80	110.59
(b) Other current liabilities	166.72	221.66
(c) Provisions	19.89	50.88
Total current liabilities	823.28	1,402.05
Total liabilities	874.71	1,595.98
Total equity and liabilities	4,150.74	5,037.93

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Welcast Steels Limited

CIN : L27104GJ1972PLC085827

Annexure II - Statement of Cash Flow for the year ended 31st March 2021.

Particulars	₹ in Lakhs)	
	Year ended 31st March 2021	Year ended 31st March 2020
A. Cash flows from operating activities		
Net profit / (Loss) before tax	(140.20)	(5.06)
Add(Less) : adjustments		
Interest Income	(42.19)	(26.37)
Loss \ (Profit) on sale of assets (Net)	-	(42.21)
Depreciation and amortization	142.98	133.54
Finance cost	28.32	34.43
Cash generated from operations before working capital changes:	(11.09)	94.33
Changes in working capital		
Decrease / (Increase) in Trade receivable	(461.95)	322.57
Decrease in Loans	5.84	0.44
Decrease in Inventories	1,035.44	155.20
Decrease in Financial Assets	0.39	2.96
Decrease / (Increase) in Other Current assets	280.13	124.00
(Increase) Other non-current assets	(7.90)	(0.33)
(Decrease) in Provisions	(151.96)	(124.12)
(Decrease) in Trade payables	(414.35)	(487.41)
(Decrease) in Other Current Liabilities	(79.65)	(93.60)
Cash generated from / used in operations	194.91	(5.95)
Income taxes paid	11.62	(13.92)
Net cash (used in) / generated by operating activities (A)	206.53	(19.87)
B. Cash flows from investing activities		
Acquisition of Property, plant and equipment, CWIP & other intangibles	(6.98)	(276.23)
Proceeds from sale of Property, plant & equipment	-	65.96
Investment in fixed deposits in Bank (net)	(181.69)	(3.42)
Interest income	40.36	27.45
Net cash (used in)/generated from investing activities (B)	(148.31)	(186.24)
C. Cash flows from financing activities		
Increase / (Decrease) in current borrowings	(52.70)	280.00
Finance cost	(28.32)	(34.43)
Dividend paid, including dividend distribution tax	-	(19.23)
Net cash (used in) / generated from financing activities (C)	(81.02)	226.34
Net increase / (Decrease) in cash and cash equivalents (A+B+C)	(22.80)	20.23
Cash and cash equivalents at the beginning of the year	54.90	34.67
Cash and cash equivalents at the end of the year	32.10	54.90
Reconciliation of Cash and Cash Equivalents with the Balance Sheet:		
Cash and Cash Equivalents at the End of the Year		
(a) Cash on Hand	0.86	1.78
(b) Balance with bank - In Current Accounts	31.24	53.12
Total	32.10	54.90
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".		

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Shah Date: 2021.05.22
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GANAPATH RAO & CO.,

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Jayanagar 8th Block, Bangalore- 560 070. INDIA

INDEPENDENT AUDITOR'S REPORT

To
The Board of Directors,
Welcast Steels Limited.

Opinion

We have audited the accompanying annual financial results of Welcast Steels Limited., for the year ended 31 March 2021, attached herewith, pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us the aforesaid annual financial results

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regards and
- b. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standard's, and other accounting principles generally accepted in India, of consolidated net loss and other comprehensive income and other financial information of the company for the year ended 31 March 2021.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the companies Act, 2013 ("the Act") our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Results section of our report. We are independent of the company in accordance with the code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

Management's and Board of Directors' Responsibilities for the Annual Financial Results

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the company's net profit/loss and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard's prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The Management and Board of Directors of the company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities selection and application of appropriate accounting policies making judgments and estimates that are reasonable and prudent: and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the annual financial results by the Management and the Board of Directors.

In preparing the annual financial results the Management and the Board of Directors of the companies are responsible for assessing and ability of company to continue as a going concern, disclosing as applicable matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the company or to cease operations or has no realistic alternative but to do so.

The Board of Directors of the company is responsible for overseeing the financial reporting process of the company.

Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance the annual financial results as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee than an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.

As part of an audit in accordance with SAs we exercise professional judgments and maintain professional skepticism throughout the audit. We also

- Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in the circumstances. Under section 143(3)(i) of the act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial results including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the company among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safe guards.

Other Matters:

The annual financial results includes the results for the quarter ended 31 March 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

For GANAPATH RAJ & CO.
CHARTERED ACCOUNTANTS

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PARTNER

MEMBERSHIP NO.217827

UDIN:-21217827AAAABF5828

PLACE:-BANGALORE

DATE: - 22.05.2021