

**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 : August 14, 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 ended June 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. August 14, 2020, approved the Un-audited (Reviewed) Financial Results for the Quarter ended June 30, 2020. A copy of the same along with Limited Review Report of the Un-audited Financial Results for the Quarter ended June 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 2.05 pm and concluded at 03:50 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 ended 30th June, 2020

Particulars	Quarter Ended			(Rs. in Lakhs)
				Year ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
	1	2	3	4
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
1 Revenue from Operations				
2 Other Income	4,783	6,043	6,279	29,805
3 Total Revenue (1+2)	4,917	6,821	6,734	31,822
Expenditure :				
4 Cost of Materials Consumed	1,291	3,572	3,853	13,990
5 Sub-contracting Expenses, Processing Charges and Other Direct Costs	181	442	499	2,001
6 Changes in inventories of finished goods and work-in-progress	258	(953)	(1,380)	(4,273)
7 Employees Benefits Expenses	2,012	2,274	2,019	8,366
8 Finance Costs	1,903	2,016	2,227	8,652
9 Depreciation and Amortisation Expenses	540	538	593	2,300
10 Other Expenses	984	1,146	972	6,353
11 Total Expenses (4+5+6+7+8+9+10)	7,169	9,035	8,783	37,389
12 Profit/ (Loss) before exceptional items and tax (3-11)	(2,252)	(2,214)	(2,049)	(5,567)
13 Exceptional Items (net)	-	-	-	979
14 Profit/ (Loss) before tax (12-13)	(2,252)	(2,214)	(2,049)	(6,546)
15 Tax expense:				
(1) Current tax	-	-	-	-
(2) Deferred tax (asset)/ liability	-	-	-	-
16 Profit/ (Loss) after Tax (14-15)	(2,252)	(2,214)	(2,049)	(6,546)
17 Other Comprehensive Income	(123)	(77)	27	(80)
18 Total Comprehensive Income for the period	(2,375)	(2,291)	(2,022)	(6,626)
19 Earnings per equity share of face value of ` 2 each				
(1) Basic	(5.91)	(5.82)	(5.38)	(17.20)
(2) Diluted	(5.91)	(5.82)	(5.38)	(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 August 14, 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 June 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 quarter ended 30th June 2020. Details of the said estimates are as follows:

Sales deferral : Rs. 2177 Lakhs (For Q4 F.Y. 2019 -20 - Rs. 1910 Lakh)

Operating Loss Incurred: Rs. 515 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 financial results.

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

For WALCHANDNAGAR INDUSTRIES LTD.

CHIRAG CHAKOR DOSHI
Digitally signed by
CHIRAG CHAKOR
DOSHI
Date: 2020.08.14
14:30:48 +05'30'

Chirag C. Doshi
MANAGING DIRECTOR & CEO
DIN- 00181291

Place: Mumbai

Date: August 14, 2020



WALCHANDNAGAR INDUSTRIES LTD.
 Regd. Office: 3, Walchand Terraces, Tardeo Road, Mumbai - 400 034.
 : (022) 23612195/96/97 Fax : (022) 23634527, E - mail : investors@walchand.com, Website: www.walchand.com
**SEGMENT-WISE REVENUE,
 RESULTS & CAPITAL EMPLOYED**

Rs in Lakhs

Particulars	Quarter ended			Year Ended
	30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1 Segment Revenue				
(a) Heavy Engineering	4,437	4,912	4,301	23,628
(b) Foundry and Machine Shop	219	890	1,514	4,700
(c) Others	160	331	494	1,759
Total	4,816	6,133	6,309	30,087
Less : Inter segment Revenue	32	90	30	282
Net Sales/Income from Operations	4,784	6,043	6,279	29,805
2 Segment Results				
Profit/(Loss) before Interest and Tax				
(a) Heavy Engineering	(49)	14	267	3,617
(b) Foundry and Machine Shop	(228)	(62)	(124)	(272)
(c) Others	(13)	30	110	221
Total	(290)	(18)	253	3,566
Add: Exceptional Item				
Less : Finance Cost	1,903	2,016	2,227	8,652
Less - Other unallocable expenditure net of unallocable Income	60	180	75	481
Less - Exceptional Item	-	-	-	979
Profit/(Loss) Before Tax	(2,253)	(2,214)	(2,049)	(6,546)
3 Capital Employed				
Segment Assets				
(a) Heavy Engineering	92,488	93,425	102,791	93,425
(b) Foundry and Machine Shop	4,875	5,275	5,674	5,275
(c) Others	4,411	4,416	4,505	4,416
(d) Unallocated	1,095	1,497	4,592	1,497
(A)	102,869	104,613	117,562	104,613
Less : Liabilities				
(a) Heavy Engineering	73,801	73,249	81,044	73,249
(b) Foundry and Machine Shop	2,085	2,168	2,821	2,168
(c) Others	634	625	692	625
(d) Unallocated	1,819	1,663	1,493	1,663
(B)	78,339	77,705	86,050	77,705
Total (A-B)	24,530	26,908	31,512	26,908

For WALCHANDNAGAR INDUSTRIES LTD.

CHIRAG
 CHAKOR
 DOSHI

Digitally signed by
 CHIRAG C. CHAKOR
 DN: cn=CHIRAG C. CHAKOR,
 o=WALCHANDNAGAR INDUSTRIES LTD.,
 email=chirag@walchand.com

Chirag C. Doshi
MANAGING DIRECTOR & CEO
DIN- 00181291

Place: Mumbai
 Date: August 14, 2020

A TRADITION OF ENGINEERING EXCELLENCE

Jayesh Sanghrajka & Co LLP

Chartered Accountants

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 June 30, 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.

Head Office:

405 - 408, Hind Rajasthan Building,
Borivali (West) Road, Borivali (E), Mumbai - 400 014

Affiliates Offices:

Ahmedabad, Bangalore, Chennai, Delhi,
Gurgaon, Hyderabad, Indore, Jaipur, Kolkata

Ratnach

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: 20107162AAAAAM6739

Place: Mumbai

Date: August 14, 2020

Head Office :

405 - 408, Hind Rajasthan Building,
Narveshwar Bhamburda Road, Dadar (E), Mumbai - 400 014

Affiliates Offices :

Ahmedabad, Bangalore, Chennai, Delhi,
Gurgaon, Hyderabad, Jaipur, Lucknow, Kolkata

Ratnach