

WEL/SEC/2020

October 28, 2020

To,

BSE Limited 1st Floor, Rotunda Bldg, Dalal Street, Fort, Mumbai - 400 001. Scrip Code: 532553	National Stock Exchange of India Limited Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. NSE Symbol: WELENT
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Sub.: (i) Un-audited Financial Results for the quarter and half year ended September 30, 2020 and Limited Review Report.

(ii) Business update pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith standalone as well as consolidated Un-audited Financial Results for the quarter and half year ended September 30, 2020 ("UFR") alongwith the limited review report as reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings.

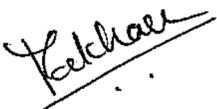
Further, pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached Business Update with respect to Un-audited Financial Results for the quarter and half year ended September 30, 2020 which is being released to the media and also being uploaded on the website of the Company.

The Board meeting concluded at 1:27 p.m.

Kindly take note of the above.

Thanking you.

For Welspun Enterprises Limited



Priya Pakhare
Company Secretary
FCS - 7805

Welspun Enterprises Limited

Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (West), Mumbai 400 013, India.

T : +91 22 6613 6000 / 2490 8000 F : +91 22 2490 8020

E-mail : companysecretary_wel@welspun.com Website : www.welspunenterprises.com

Registered Address: Welspun City, Village Versamedi, Taluka Anjar, District Kutch, Gujarat 370 110, India.

T : +91 28 3666 2222 F : +91 28 3627 9010

Corporate Identity Number: L45201GJ1994PLC023920

WELSPUN ENTERPRISES LIMITED

L45201GJ1994PLC023920

Registered Office : Welspun City, Village Versamedi, Taluka Anjar, District Kutch, Gujarat - 370 110
Corporate Office : Welspun House, Kamala City, Senapati Bapat Marg, Lower Parel (West) Mumbai 400013

Unaudited Consolidated Financial Results for the quarter/ half year ended 30 September 2020

							Rupees in lakhs
	Quarter ended 30 September 2020	Quarter ended 30 June 2020	Quarter ended 30 September 2019	Period ended 30 September 2020	Period ended 30 September 2019	Year ended 31 March 2020	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1 Income							
(a) Revenue from operations	34,738	19,004	30,964	53,742	83,241	180,759	
(b) Other income	3,625	3,179	3,097	6,804	4,837	11,184	
Total income	38,363	22,183	34,061	60,546	88,078	191,943	
2 Expenses							
(a) Cost of materials	87	16	19	103	752	862	
(b) Subcontracting, civil and repair work	26,432	13,769	23,714	40,201	64,871	142,888	
(c) Employee benefits expense	2,275	2,157	2,175	4,432	4,322	8,714	
(d) Finance costs	2,812	2,170	1,618	4,982	3,434	7,736	
(e) Depreciation and amortisation expense	370	387	687	757	1,278	2,254	
(f) Other expenses	2,262	1,133	1,547	3,395	4,365	7,337	
Total expenses	34,238	19,632	29,760	53,870	79,022	169,791	
3 Profit from ordinary activities before exceptional items, share of profits/ (loss) in associate and tax (1 - 2)	4,125	2,551	4,301	6,676	9,056	22,152	
4 Share of profit / (loss) in associate and joint venture companies	(50)	(73)	(1,714)	(123)	(2,553)	(1,878)	
5 Profit from ordinary activities before exceptional items and tax (3+4)	4,075	2,478	2,587	6,553	6,503	20,274	
6 Exceptional items (net)	-	-	-	-	-	-	
7 Profit / (loss) before tax for the period (5 + 6)	4,075	2,478	2,587	6,553	6,503	20,274	
8 Tax expense							
a) Current tax	175	375	353	550	2,435	5,883	
b) Deferred tax charge/(benefit)	853	104	787	957	641	(722)	
Total tax expense	1,028	479	1,140	1,507	3,076	5,161	
9 Net profit from ordinary activities after tax for the Period (7 - 8)	3,047	1,999	1,447	5,046	3,427	15,113	
10 Other comprehensive income Items that will not be reclassified to Profit and Loss (net of tax)	53	(2)	23	51	15	23	
11 Total Comprehensive Income for the period (9 + 10)	3,100	1,997	1,470	5,097	3,442	15,136	
12 Profit for the year attributable to :							
Shareholders of the company	3,034	1,980	1,444	5,014	3,423	14,888	
Non- controlling interest	13	19	3	32	4	225	
13 Total comprehensive income attributable to :							
Shareholders of the company	3,087	1,978	1,467	5,065	3,438	14,911	
Non- controlling interest	13	19	3	32	4	225	
14 Paid-up equity share capital (Face Value Rs. 10/- each)	14,868	14,868	14,808	14,868	14,808	14,846	
15 Other equity						143,099	
16 Earnings per share (EPS)							
* Not annualised							
(a) Basic EPS	2.04*	1.33*	0.98*	3.37*	2.32*	10.04	
(b) Diluted EPS	2.03*	1.32*	0.97*	3.35*	2.29*	9.91	




Notes :-

- 1 The above unaudited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meeting held on 28 October 2020.
- 2 The above results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act) as applicable and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

3 **Condensed statement of cash flows as per Regulation 33(3)(g) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:**

	Period ended 30 September 2020	Period ended 30 September 2019
	(Unaudited)	(Unaudited)
Cash flow (used in) operating activities	(17,653)	(9,418)
Cash flow generated from/ (used in) investing activities	(14,944)	753
Cash flow generated from/ (used in) financing activities	14,674	(7,847)
Net (decrease) in cash and cash equivalents	(17,923)	(16,512)
Cash and cash equivalents at the beginning of the year	49,270	49,424
Cash and cash equivalents at the end of the year	31,347	32,912

4 **Code on Social Security**

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 Group is in process of evaluating the financial impact, if any.

- 5 The Group's operations and financial results for the current period has been adversely impacted by the lockdown imposed to contain the spread of COVID-19. The operations gradually resumed with requisite precautions during the current period with limited availability of workforce and disrupted supply chain. The results for the current period are therefore not comparable with those for the previous period. The Group has assessed the impact of pandemic on its financial results/position based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The Group continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome.
- 6 Refer Annexure I for Segment Information
- 7 Previous period figures have been regrouped, rearranged and reclassified wherever considered necessary.

For Welspun Enterprises Limited



Sandeep Garg
Managing Director
DIN 00036419

Place : New Delhi
Date : 28 October 2020

CONSOLIDATED BALANCE SHEET		Rupees in lakhs	
		As at 30 September 2020	As at 31 March 2020
		(Unaudited)	(Audited)
A	ASSETS		
1	Non-current assets		
a	Property, plant and equipment	4,212	4,485
b	Right-of-use asset	487	387
c	Capital work-in-progress	6,381	6,381
d	Intangible assets	5,892	5,831
e	Intangible assets under development	84,375	
f	Investment in associate and joint venture companies	56,844	54,556
g	Financial assets		
i)	Investments	170	857
ii)	Service concession receivables	113,665	88,122
iii)	Loans	3,494	2,856
iv)	Others	307	307
h	Deferred tax assets (net)	876	1,549
i	Non-current tax assets (net)	3,153	2,175
j	Other non current assets	817	1,649
	Total non-current assets	280,673	169,155
2	Current assets		
a	Inventories	95	68
b	Contract assets	19,918	28,638
c	Financial assets		
i)	Investments	24,777	39,342
ii)	Trade receivables	9,287	18,674
iii)	Cash and cash equivalents	6,699	12,558
iv)	Bank balances other than (iii) above	276	2,330
v)	Loans	9,555	3,342
vi)	Service concession receivables	7,267	5,149
vii)	Other financial assets	92	5,340
d	Other current assets	35,977	24,521
	Total current assets	113,943	139,962
3	Assets classified as held-for-sale	2,513	2,513
	TOTAL ASSETS	397,129	311,630
B	EQUITY AND LIABILITIES		
1	Equity		
a	Equity share capital	14,868	14,846
b	Other equity	145,501	143,099
c	Non-controlling interest	42	10
	Total Equity	160,411	157,955
2	Non-current liabilities		
a	Financial liabilities		
i)	Borrowings	156,779	47,776
ii)	Other financial liabilities	135	153
b	Provisions	3,010	2,967
c	Deferred tax liabilities (net)	295	-
d	Other non-current liabilities	285	285
	Total non-current liabilities	160,504	51,181
3	Current liabilities		
a	Contract liabilities	18,304	17,859
b	Financial liabilities		
i)	Borrowings	-	27,661
ii)	Trade payables	34,754	28,199
iii)	Other financial liabilities	19,444	24,991
c	Provisions	202	221
d	Other current liabilities	3,509	3,558
e	Current tax liabilities	1	5
	Total current liabilities	76,214	102,494
	TOTAL EQUITY AND LIABILITIES	397,129	311,630

For Welspun Enterprises Limited

Sandeep Garg
Managing Director
DIN 00036419

Place : New Delhi
Date : 28 October 2020

Annexure - I
Segment Information :-

Rupees in lakhs

	Quarter ended 30 September 2020	Quarter ended 30 June 2020	Quarter ended 30 September 2019	Period ended 30 September 2020	Period ended 30 September 2019	Year ended 31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue						
Infrastructure	34,738	19,004	30,964	53,742	83,241	180,759
Oil and gas	-	-	-	-	-	-
Total sales/ Income from Operations	34,738	19,004	30,964	53,742	83,241	180,759
Segment Result						
Infrastructure	5,361	2,905	4,675	8,266	12,233	25,808
Oil and gas	-	-	-	-	-	-
Unallocated	(2,018)	(1,357)	(1,789)	(3,375)	(4,492)	(7,219)
Total	3,343	1,548	2,886	4,891	7,741	18,589
Add : Other income (including interest income)	3,594	3,173	3,312	6,767	5,027	11,299
Profit before finance costs, tax and exceptional items	6,937	4,721	6,198	11,658	12,768	29,888
Add / (Less) : Finance costs	(2,812)	(2,170)	(1,898)	(4,982)	(3,713)	(7,736)
Add / (Less) : Share of loss from associate/ joint ventures	(50)	(73)	(1,714)	(123)	(2,553)	(1,878)
Add / (Less) : Exceptional items (net)	-	-	-	-	-	-
Profit / (loss) from ordinary activities before tax	4,075	2,478	2,587	6,553	6,502	20,274
Capital Employed						
Segment Assets						
Infrastructure	270,063	242,252	174,884	270,063	174,884	165,568
Oil and gas	5,726	5,726	5,726	5,726	5,726	5,726
Unallocated	121,340	149,968	112,100	121,340	112,100	140,335
Total (A)	397,129	397,946	292,710	397,129	292,710	311,629
Segment Liabilities						
Infrastructure	65,700	69,975	82,061	65,700	82,061	64,996
Unallocated	171,018	167,855	64,623	171,018	64,623	88,678
Total (B)	236,718	237,829	146,684	236,718	146,684	153,674
Total (A - B)	160,411	160,117	146,027	160,411	146,027	157,955

a) The segment information of the Company has been prepared in accordance with Ind AS 108 "Operating Segments"

b) The business segments of the Company comprises of :-

- Infrastructure

- Oil & Gas

c) Previous period/ year figures have been regrouped, rearranged and reclassified wherever considered necessary.

Independent Auditor's Review Report on Quarterly / Half Yearly Unaudited Consolidated Financial Results of Welspun Enterprises Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended

To
The Board of Directors of
Welspun Enterprises Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **Welspun Enterprises Limited** ("the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associate and jointly controlled entities for the quarter and half year ended 30 September 2020 ("the Statement") being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 Holding Company's 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.
4. The Statement includes the results of the following entities:

Holding Company

- (i) Welspun Enterprises Limited

Subsidiaries

- (i) Welspun Delhi Meerut Expressway Private Limited
- (ii) Welspun Road Infra Private Limited
- (iii) Welspun Amravati Highways Private Limited
- (iv) Welspun Buildtech Private Limited
- (v) Welspun Sattanathapuram Nagapattinam Road Private Limited
- (vi) Welspun Projects (Himmatnagar Bypass) Private Limited
- (vii) Welspun Projects (Kim Mandvi Corridor) Private Limited



- (viii) Dewas Waterprojects Works Private Limited
- (ix) Welspun Natural Resources Private Limited
- (x) ARSS Bus Terminal Private Limited
- (xi) DME Infra Private Limited
- (xii) Grenoble Infrastructure Private Limited
- (xiii) Welspun Infracility Private Limited
- (xiv) Welspun Aunta-Simaria Project Private Limited
- (xv) Welsteel Enterprises Private Limited

Jointly Controlled Entities

- (i) RGY Roads Private Limited
- (ii) MBL (GSY) Road Limited
- (iii) MBL (CGRG) Road Limited
- (iv) Corbello Trading Private Limited
- (v) Chikhali - Tarsod Highways Private Limited

Associate

- (i) Adani Welspun Exploration Limited

5. 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 the applicable Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with rules issued thereunder and other recognised accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the regulation, read with the circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial statements of two subsidiaries included in the consolidated unaudited financial results, whose interim financial statements reflect total assets of Rs. 155,402 Lakhs as at 30 September 2020, total revenues of Rs. 24,230 Lakhs and 38,564 Lakhs for the quarter and half year ended 30 September 2020 respectively, total net profit after tax of Rs. 567 Lakhs and Rs. 1,206 Lakhs for the quarter and half year ended 30 September 2020 respectively and total comprehensive income of Rs. 567 Lakhs and Rs. 1,206 lakhs for the quarter and half year ended 30 September 2020 respectively and net cash outflows of Rs. 22 Lakhs for the half year ended 30 September 2020, as considered in the consolidated unaudited financial results. These interim financial statements have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter.

7. The consolidated unaudited financial results include the interim financial statements of eleven subsidiaries which have not been reviewed by their auditors, whose interim financial statements reflect total assets of Rs. 63,315 Lakhs as at 30 September 2020, total revenue of Rs. 367 Lakhs



and Rs. 954 Lakhs for the quarter and half year ended 30 September 2020 respectively, total net loss after tax of Rs. 852 Lakhs and Rs. 1,353 Lakhs for the quarter and half year ended 30 September 2020 respectively and total comprehensive loss of Rs. 842 Lakhs and Rs. 1,341 Lakhs for the quarter and half yearly ended 30 September 2020 respectively and net cash inflows of Rs. 816 Lakhs for the half year ended 30 September 2020, as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of net loss after tax of Rs. 50 Lakhs and Rs. 123 Lakhs for the quarter and half year ended 30 September 2020 respectively and total comprehensive loss of Rs. 50 Lakhs and Rs. 123 Lakhs for the quarter and half yearly ended 30 September 2020 respectively, in respect of one associate and five jointly controlled entities based on their interim financial statements which have not been reviewed by their auditors. According to the information and explanations given to us by the Management, these interim financial statements are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For **MGB & Co LLP**
Chartered Accountants
Firm Registration Number 101169W/W-100035



Sanjay Kothari
Partner
Membership Number 048215
Mumbai, 28 October 2020
UDIN: 20048215AAAHT8127

Unaudited Standalone Financial Results for the quarter/ half year ended 30 September 2020

							(Rupees In lakhs)
	Quarter ended 30 September 2020	Quarter ended 30 June 2020	Quarter ended 30 September 2019	Period ended 30 September 2020	Period ended 30 September 2019	Year ended 31 March 2020	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1 Income							
(a) Revenue from operations	32,415	17,412	30,380	49,828	81,971	176,005	
(b) Other income	1,006	962	1,465	1,968	2,627	5,258	
Total income	33,421	18,374	31,845	51,796	84,598	181,263	
2 Expenses							
(a) Cost of materials	87	16	19	103	752	862	
(b) Subcontracting, civil and repair work	24,672	12,761	23,602	37,433	64,555	140,036	
(c) Employee benefits expense	2,192	2,091	2,106	4,283	4,157	8,399	
(d) Finance costs	1,172	849	476	2,021	1,224	2,537	
(e) Depreciation and amortisation expense	285	297	629	582	1,188	1,944	
(f) Other expenses	1,818	756	1,287	2,574	3,097	6,078	
Total expenses	30,226	16,770	28,119	46,996	74,973	159,856	
3 Profit from ordinary activities before exceptional items and tax (1 - 2)	3,196	1,604	3,726	4,800	9,625	21,407	
4 Exceptional items (net)	-	-	-	-	-	-	
5 Profit before tax for the period (3 + 4)	3,196	1,604	3,726	4,800	9,625	21,407	
6 Tax expense							
a) Current tax	129	317	319	446	2,392	5,728	
b) Deferred tax charge/(benefit)	597	(18)	172	580	236	(255)	
Total tax expense	726	299	491	1,026	2,628	5,473	
7 Net profit from ordinary activities after tax for the Period (5 - 6)	2,469	1,305	3,235	3,774	6,997	15,934	
8 Other comprehensive income							
Items that will not be reclassified to profit and loss (net of tax)	43	(4)	9	39	1	15	
9 Total comprehensive income for the period (7 + 8)	2,512	1,301	3,244	3,813	6,998	15,949	
10 Paid-up equity share capital (Face Value Rs. 10/- each)	14,868	14,868	14,808	14,868	14,808	14,846	
11 Other equity						158,705	
12 Earnings per share (EPS)							
* Not Annualised							
(a) Basic EPS	1.66 *	0.88 *	2.18 *	2.54 *	4.72 *	10.75	
(b) Diluted EPS	1.65 *	0.87 *	2.16 *	2.52 *	4.68 *	10.61	
13 Debenture Redemption Reserve				NA		NA	
14 Net Worth				151,601		150,429	
15 Debt-Equity Ratio (Refer note 8)				0.23		0.18	
16 Debt Service Coverage Ratio (DSCR) (Refer note 8)				1.85		4.31	
17 Interest Service Coverage Ratio (ISCR) (Refer note 8)				3.37		9.44	



Notes :-

- 1 The above unaudited standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meeting held on 28 October 2020.
- 2 The above results have been prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 (the Act) as applicable and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 The Company's operations and financial results for the current period has been adversely impacted by the lockdown imposed to contain the spread of COVID-19. The operations gradually resumed with requisite precautions during the current period with limited availability of workforce and disrupted supply chain. The results for the current period are therefore not comparable with those for the previous period. The Company has assessed the impact of pandemic on its financial results/position based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The Company continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome.

4 **Condensed statement of cash flows as per Regulation 33 (3) (g) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended:**

	Period ended 30 September 2020	Period ended 30 September 2019
	(Unaudited)	(Unaudited)
Cash flow (used in) operating activities	2,504	(13,979)
Cash flow generated from/ (used in) investing activities	(28,109)	3,460
Cash flow generated from/ (used in) financing activities	3,820	(4,541)
Net (decrease) in cash and cash equivalents	(21,785)	(15,060)
Cash and cash equivalents at the beginning of the year	46,720	45,365
Cash and cash equivalents at the end of the year	24,935	30,305

5 **Details of Secured, Redeemable, Non-Convertible Debentures and Commercial Papers are as follows**

(Rupees In lakhs)

	Previous Due Date		Next Installment date	Next Due Date		
	Principal	Interest		Principal Amount	Interest Date	Interest Amount
8.85%, Secured Redeemable Non-Convertible Debentures (INE625G07028)	NA	NA	01-12-2022	10,000	01-06-2021	1,770
8.85%, Secured Redeemable Non-Convertible Debentures (INE625G07010)	NA	NA	27-05-2023	17,500	27-05-2021	1,549
8.60% Commercial Paper (INE625G14198)*	03-06-2020	03-06-2020	NA	NA	NA	NA
8.60% Commercial Paper (INE625G14206)*	22-09-2020	22-09-2020	NA	NA	NA	NA

* The Company has repaid the total principal and interest amount on due date

- 6 The listed Secured, Redeemable, Non-Convertible Debentures of the Company aggregating to Rs 37,500 Lakhs outstanding as on 30 September 2020 are secured by way of charge over current assets, Plant and Machinery, other movable assets and certain non-current assets of the Company. The Company has maintained more than hundred percent asset cover sufficient to discharge the principal amount of the said debentures in terms of Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The credit rating by Brickwork Ratings India Private Limited and Acuite Ratings and Research for the Secured, Redeemable and Non-Convertible Debentures issued by the Company is BWR AA- Stable and Acuite AA- (Stable) respectively.

7 **Code on Social Security**

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 is in process of evaluating the financial impact, if any.

8 **Formulae for Computation of Ratios are as follows :**

Debt - Equity Ratio	Debts / (Paid up equity share capital + Other Equity)
Debt Service Coverage Ratio (DSCR)	- Debt includes long term borrowings + short term borrowings + current maturities of long term borrowings Earning before Interest and Tax / (Finance costs + Principal repayment on long term borrowing during the period)
Interest Service Coverage Ratio (ISCR)	Earning before Interest and Tax / Finance costs

- 9 Previous period figures have been regrouped, rearranged and reclassified wherever considered necessary.

For Welspun Enterprises Limited

Sandeep Garg
Managing Director
DIN 00036419

Place : New Delhi
Date : 28 October 2020

STANDALONE BALANCE SHEET		(Rupees in lakhs)	
		As at 30 September 2020	As at 31 March 2020
		(Unaudited)	(Audited)
A ASSETS			
1 Non-current assets			
a	Property, plant and equipment	2,498	2,770
b	Right-of-use assets	487	387
c Financial assets			
i)	Investments	132,411	107,685
ii)	Loans	5,119	9,141
iii)	Others	10,507	307
d	Deferred tax assets (net)	196	789
e	Non-current tax assets (net)	2,370	746
f	Other non current assets	523	533
Total non-current assets		154,111	122,358
2 Current assets			
a	Inventories	95	68
b	Contract assets	35,881	32,551
c Financial assets			
i)	Investments	23,211	35,617
ii)	Trade receivables	32,517	34,101
iii)	Cash and cash equivalents	1,316	10,963
iv)	Bank balances other than (iii) above	226	1,116
v)	Loans	12,553	6,721
vi)	Others	93	5,340
d	Other current assets	27,646	16,543
Total current assets		133,538	143,020
3 Assets classified as held-for-sale		2,497	2,497
TOTAL ASSETS		290,146	267,875
A EQUITY AND LIABILITIES			
1 Equity			
a	Equity share capital	14,868	14,846
b	Other equity	159,854	158,705
Total Equity		174,722	173,551
2 Non-current liabilities			
a Financial liabilities			
i)	Borrowings	37,336	371
ii)	Other financial liabilities	135	153
b	Provisions	2,960	2,912
Total non-current liabilities		40,431	3,436
3 Current liabilities			
a	Contract liabilities	25,543	9,906
b Financial liabilities			
i)	Borrowings	-	27,661
ii)	Trade payables	30,908	28,730
iii)	Other financial liabilities	15,880	22,161
c	Provisions	197	209
d	Other current liabilities	2,465	2,221
Total current liabilities		74,992	90,888
TOTAL EQUITY AND LIABILITIES		290,146	267,875

For Welspun Enterprises Limited

Sandeep Garg
Managing Director
DIN 00036419

Place : New Delhi
Date : 28 October 2020

Independent Auditor's Review Report on Quarterly / Half Yearly Unaudited Standalone Financial Results of Welspun Enterprises Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended

To
The Board of Directors
Welspun Enterprises Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **Welspun Enterprises Limited** (the "Company") for the quarter and half year ended 30 September 2020 ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
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 the applicable Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with rules issued thereunder and other recognised accounting practices and principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the regulation, read with the circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **MGB & Co LLP**
Chartered Accountants
Firm Registration Number 101169W/W-100035



Sanjay Kothari
Partner
Membership Number 048215
Mumbai, 28 October 2020
UDIN: 20048215AAAAHS1824



Achieving milestones as committed

- Revenue in Q2FY21 up 7% YoY at Rs. 3,242 mn ; EBITDA margin at 13.9%; Operations close to pre-Covid levels
- Received Appointed Date for project Sattanathapuram-Nagapattinam worth Rs. 22,725 mn
- Received PCOD for project “CGRG” worth Rs 10,727 mn
- Current EPC Order Book at Rs. 43,710 million

Mumbai, October 28, 2020: Welspun Enterprises Ltd. (“WEL” or “Company”), part of the US\$ 2.7 billion Welspun Group, today announced its Q2/H1 FY21 results.

Standalone Financials

Income Statement Snapshot (Rs Million)						
Particulars	Q2 FY21	Q2 FY20	YoY Growth	H1 FY21	H1 FY20	YoY Growth
Revenue from Operations	3,242	3,038	6.7%	4,983	8,197	-39.2%
Other Income	101	146	-31.3%	197	263	-25.1%
Total Income	3,342	3,184	5.0%	5,180	8,460	-38.8%
Operating EBITDA**	381	364	-4.8%	577	995	-42.1%
<i>Operating EBITDA margin</i>	<i>11.8%</i>	<i>12.0%</i>	<i>-21 bps</i>	<i>11.6%</i>	<i>12.1%</i>	<i>-57 bps</i>
EBITDA	465	483	-3.7%	740	1,204	-38.5%
EBITDA margin	13.9%	15.2%	-125 bps	14.3%	14.2%	6 bps
PBT	320	373	-14.2%	480	963	-50.1%
PAT	247	324	-23.7%	377	700	-46.1%
<i>PAT margin</i>	<i>7.4%</i>	<i>10.2%</i>	<i>-277 bps</i>	<i>7.3%</i>	<i>8.3%</i>	<i>-99 bps</i>
Cash PAT	352	431	-18.3%	527	896	-41.2%

Note: Cash PAT = PBDT– Current tax + Non-cash ESOP expenses
 Prior figures have been restated wherever necessary

* Refer table below

Operating EBITDA Calculation (Rs. Million)				
Particulars	Q2 FY21	Q2 FY20	H1 FY21	H1 FY20
Operating EBITDA (as per reported financials)	365	337	543	941
<i>Operating EBITDA Margin (as per reported financials)</i>	<i>11.2%</i>	<i>11.1%</i>	<i>10.9%</i>	<i>11.5%</i>
Add: ESOP non-cash expense	17	27	33	54
Operating EBITDA	381	364	577	995
<i>Operating EBITDA margin</i>	<i>11.8%</i>	<i>12.0%</i>	<i>11.6%</i>	<i>12.1%</i>

BUSINESS UPDATE

Balance Sheet Snapshot (Rs. Million)	30 th Sep 2020	31 st Mar 2020
Net worth	17,472	17,355
Gross Debt	4,014	3,100
- Long Term Debt	4,014	334
- Short Term Debt	0	2,766
Cash & Cash Equivalents	2,476	5,293
Net Debt /(Cash)	1,537	(2,193)
Other Long Term Liabilities	309	306
Total Net Fixed Assets (incl. CWIP)	548	565
Net Current Assets (Excl. Cash & Cash Equivalents) (adj.) [@]	2,459	1,784
Other Long Term Investments and assets (adj.) [@]	16,311	13,119

Long Term Debt (incl. current maturities) – Against equipment financing

Short Term Debt (incl. CP) – Against current assets

[@] Temporary funding of Rs. 1,200 million has been made in lieu of drawing debt at the subsidiary/JV level in order to minimise the interest cost. This temporary funding has not been included in the cash balance of Rs.2,476 million. The same is reflected in Other Long Term Investments and assets

Key Highlights

- Revenue in Q2 FY21 stands at Rs. 3,242 million, up 7% YoY.
- EBITDA margin in Q2 FY21 at 13.9% vs. 15.2% in Q2 FY20
- Adequate cash balance to fund the future equity requirements of its project portfolio
 - As on 30th September, Cash balance stood at Rs. 2,476 million.
- Additional equity requirement within the next 2-3 years for the existing portfolio:
 - Existing HAM Projects: ~ Rs. 764 million
 - Oil & Gas: ~ Rs. 1,008 million
- Long-term loans of Rs. 4,014 mn are adequately supported by net current assets and net fixed assets.
- Received PCOD for HAM project “CGRG” worth Rs 10,727 mn
- Received Appointed Date for HAM project Sattanathapuram-Nagapattinam worth Rs. 22,725 mn

Project Status

The brief status on **HAM** projects are as under:

Delhi-Meerut Expressway (Delhi-section)

- **Project Description:** 14 Lane expressway: Six-laning of Delhi – Meerut Expressway & four-laning either side from 0th km to existing km 8.4 of NH-24 in Delhi
- **Completion cost:** Rs. 8.87 billion
- **Status:** Fourth annuity received in July 2020 within the stipulated time; cumulative annuity received till date amounts to Rs. 471 mn.
- Project refinanced at 7.87% pa with top-up loan of Rs. 65 crores.

BUSINESS UPDATE

Gagalheri-Saharanpur-Yamunanagar (GSY)

- **Project Description:** 4-Laning of Gagalheri-Saharanpur-Yamunanagar section of NH-73 in UP / Haryana
- **Bid Project Cost (with escalation):** Rs. 13.54 billion
- **Status:** Physical progress of about 98% has been completed by Q2FY21 and awaiting PCOD.

Chutmalpur-Ganeshpur & Roorkee-Chutmalpur-Gagalheri (CGRG)

- **Project Description:** 4-Laning of Chutmalpur-Ganeshpur section of NH-72A & Roorkee-Chutmalpur-Gagalheri section of NH-73 in UP & Uttarakhand
- **Estimated Completion Cost:** Rs. 10.73 billion
- **Status:** Received PCOD on 5th August 2020.

Chikhali-Tarsod (CT)

- **Project Description:** 4-laning of Chikhali – Tarsod (Package-IIA) section of NH-6 from km. 360.0 km to 422.7 in Maharashtra
- **Bid Project Cost (with escalation):** Rs. 12.38 billion
- **Status:** Physical progress of about 66% has been completed by Q2FY21 and payment from NHAI pertaining to 3rd milestone has been received.

Package No. AM2 (Maharashtra Amravati)

- **Project Description:** Upgradation of Roads in Maharashtra State or Two Laning Road/ Two Laning Road with paved shoulder under MRIP Package on Hybrid Annuity Mode (HAM) Package No. AM 2.
- **Key Features:** Concessionaire to receive 60% of the Bid Project Cost (BPC) during the construction period (vs. 40% in NHAI projects); balance 40% of BPC and O&M payments is paid back in semi-annual instalments in a period of 10 years (vs. 15 years in NHAI projects)
- **Bid Project Cost (with escalation):** Rs. 16.47 billion
- **Status:** Physical progress of about 71% has been completed by Q2FY21 and part payment from Maharashtra PWD pertaining to 3rd milestone has been received.
- Availed disbursement of Rs. 245 crores at 7.25% interest rate.

Aunta-Simaria (Ganga Bridge with Approach Roads)

- **Project Description:** Six- Laning from Aunta-Simaria (Ganga Bridge with Approach Roads) Section from km 197.9 to km 206.1 of NH-31 in Bihar. Includes widest extradosed bridge on Ganga river
- **Bid Project Cost (with escalation):** Rs. 13.46 billion
- **Status:** Physical progress of about ~22% has been completed by Q2FY21 and payment from NHAI payment from NHAI pertaining to 1st milestone (i.e. @ 10% completion) received in January 2020.

BUSINESS UPDATE

Sattanathapuram-Nagapattinam (SN)

- **Project Description:** 4 laning of Sattanathapuram to Nagapattinam (Design Ch Km 123.8 to Km 179.6) section of NH-45A (New NH -332) in Tamil Nadu
- **Bid Project Cost(with escalation):** Rs. 22.72 billion
- **Status:** Received Appointed Date on 5th October 2020 with 4 lane road & 4 lane structures as against 4 lane road & 6 lane structures specified in the Concession Agreement and with current land availability of 29.39 Km (52.71%), balance land at advanced stage of acquisition by NHAI.

The brief status on various other projects are as under:

BOT (Road Project)

Mukarba Chowk – Panipat (MCP)

- Completed takeover of a Build-Operate-Transfer (BOT) Toll project, Mukarba Chowk – Panipat from Essel group by harmonious substitution.
- Original Total Project cost estimated to be INR 21,220 mn out of which INR 15,930 mn was the balance to be incurred, to complete the project on acquisition.
- All existing Lenders to the project have agreed to continue supporting the project; thus the project is fully financially tied up and necessary agreements executed with Lenders.
- Physical progress of about ~53% has been completed by Q2FY21 and we expect to complete the project by H1 FY22.
- As per the Concession Agreement, the scheduled concession end date is October 2033, extendable up to 3.4 years based on actual average traffic in year 2025.
- Upon achieving COD for both Haryana and Delhi section, the Company expects to collect toll of INR 3,000 mn per annum.

BOT (Water Project)

Dewas Water

- **Project Description:** Modified project involves the supply of treated water of up to 23 MLD to industrial customers in Dewas
- **Project Cost:** Rs. 1.46 billion
Status: Commercial operation has commenced from 30th April 2019. H1 FY21 revenue stands at Rs. 47 mn with EBITDA of Rs. 23 mn.

Management Comments

Commenting on the developments, Mr. B. K. Goenka, Chairman, Welspun Group said, “We continue to focus on operational excellence by focussing on road and water segments, where we expect significant opportunity over the next few years. We are proceeding as planned with respect to completing four under-construction projects during this year and have already received PCOD for one HAM project. Once complete, we will look at unlocking value from our projects which is in line with our asset-light strategy. We also aim to create long-term sustainable value for all stakeholders with our healthy order book.”

BUSINESS UPDATE

Outlook

- Currently, there are around 34 HAM projects of NHAI, with a total project cost of ~Rs. 320 bn, whose bids have been announced. The Company is selectively targeting to participate in bidding of few projects, while preserving its threshold return expectations.
- Apart from NHAI, WEL is also evaluating road HAM projects of State and Municipal agencies.
- On the water segment, the Jal Shakti Ministry's 'Har Ghar Nal se Jal' scheme of providing drinking water access to all by 2024, is expected to result in a potential opportunity of more than Rs. 6 trillion over the next five years. WEL shall actively focus on these projects.
- The Company will continue to explore inorganic growth opportunities, through a measured evaluation of risk-return parameters.
- WEL is well-positioned for early financial closure of new project wins, as and when it happens, given its healthy cash balance.
- The Company will continue to pursue an asset-light model, while focussing on operational excellence and prudent risk management.

About Welspun Enterprises Ltd.

Welspun Enterprises Ltd. (WEL), part of the Welspun Group, is an operating Company in the infrastructure business. The Company also has investments in Oil & Gas Exploration. The company, in its current form was created through the merger of Welspun Enterprises Ltd., Welspun Infratech Ltd., Welspun Plastics Private Ltd. and Welspun Infra Projects Private Ltd. with Welspun Projects Ltd through the Scheme of Amalgamation and Arrangement made effective from May 11, 2015.

About Welspun Group

A US\$ 2.7 billion enterprise, Welspun Group is one of India's fastest growing conglomerates with businesses in Line Pipes, Home Textiles, Infrastructure, Oil & Gas, Advanced Textiles and Floorings. The Group has a strong foothold in over 50 countries with 26,000 employees and over 100,000 shareholders. Headquartered in Mumbai, Welspun Group's manufacturing facilities are strategically located in India, USA and Saudi Arabia. Known for technological and operational excellence, the Group has established a leadership position in the Line Pipe & Home Textiles sectors globally. Its clients include most of the Fortune 100 companies.

For further information please visit www.welspunenterprises.com

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The information in this release has been included in good faith and is for general purposes only. It should not be relied upon for any specific purpose and no representation or warranty is given as regards to its accuracy or completeness. No information in this release shall constitute an invitation to invest in Welspun Enterprises Ltd or any of its affiliates. Neither Welspun Enterprises Ltd, nor their affiliates' officers, employees or agents shall be liable for any loss, damage or expense arising out of any action taken on the basis of this release, including, without limitation, any loss of profit, indirect, incidental or consequential loss.