

WEL/SEC/2021

July 29, 2021

To,

BSE Limited 1 st 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
--	---

Dear Sir/Madam,

Sub.: Un-audited Financial Results for the quarter ended June 30, 2021 and Limited Review Report.

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 ended June 30, 2021 ("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.

The Board meeting concluded at 7.25 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

Unaudited Consolidated Financial Results for the quarter ended 30 June 2021

		Rupees in lakhs			
		Quarter ended 30 June 2021	Quarter ended 31 March 2021	Quarter ended 30 June 2020	Year ended 31 March 2021
		(Unaudited)	(Audited) (Refer note 5)	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from operations	37,248	56,882	19,004	1,52,951
	(b) Other income	4,089	3,215	3,179	14,201
	Total income	41,337	60,097	22,183	1,67,152
2	Expenses				
	(a) Cost of materials	459	502	16	605
	(b) Subcontracting, civil and repair work	27,267	38,610	13,769	1,12,951
	(c) Employee benefits expense	2,256	2,090	2,157	8,281
	(d) Finance costs	3,371	3,222	2,170	11,045
	(e) Depreciation and amortisation expense	337	425	387	1,599
	(f) Other expenses	3,927	8,683	1,133	13,974
	Total expenses	37,617	53,532	19,632	1,48,455
3	Profit from ordinary activities before exceptional items, share of profits/ (loss) in associate and tax (1 - 2)	3,720	6,565	2,551	18,697
4	Share of profit / (loss) in associate and joint venture companies	(194)	(218)	(73)	(725)
5	Profit from ordinary activities before exceptional items and tax (3 + 4)	3,526	6,347	2,478	17,972
6	Exceptional items (net)	-	-	-	-
7	Profit / (loss) before tax for the period (5 + 6)	3,526	6,347	2,478	17,972
8	Tax expense				
	a) Current tax	524	1,392	375	2,927
	b) Deferred tax charge/(benefit)	436	861	104	2,027
	Total tax expense	960	2,253	479	4,954
9	Net profit from ordinary activities after tax for the Period (7 - 8)	2,566	4,094	1,999	13,018
10	Other comprehensive income				
	Items that will not be reclassified to Profit and Loss (net of tax)	4	(33)	(2)	46
11	Total Comprehensive Income for the period (9 + 10)	2,570	4,061	1,997	13,064
12	Profit for the year attributable to :				
	Shareholders of the company	2,536	4,072	1,980	12,899
	Non- controlling interest	30	22	19	119
13	Total comprehensive income attributable to :				
	Shareholders of the company	2,540	4,039	1,978	12,945
	Non- controlling interest	30	22	19	119
14	Paid-up equity share capital (Face Value Rs. 10/- each)	14,886	14,886	14,868	14,886
15	Other equity				1,53,562
16	Earnings per share (EPS)				
	* Not annualised				
	(a) Basic EPS (Rs)	1.70 *	2.74 *	1.33 *	8.67
	(b) Diluted EPS (Rs)	1.69 *	2.71 *	1.32 *	8.60

Handwritten signature and circular stamp of Welspun Enterprises Limited.

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 29 July 2021. The same has also been subjected to Limited Review by the Statutory Auditors.
- 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 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 will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.
- 4 COVID-19 pandemic (second wave) has impacted the Group's operations partially during the quarter. With easing of lockdown, the Group's performance in the later part of the current quarter has improved progressively and we expect the momentum to continue with an overall improvement in Covid situation. 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.
- 5 Figures for the Quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2020 and the published unaudited year to date figures upto the 31 December 2020.
- 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 : Mumbai
Date : 29 July 2021

Annexure - I
Segment Information :-

Rupees in lakhs

	Quarter ended 30 June 2021	Quarter ended 31 March 2021	Quarter ended 30 June 2020	Year ended 31 March 2021
	(Unaudited)	(Audited) (Refer note 5)	(Unaudited)	(Audited)
Segment Revenue				
Infrastructure	37,248	56,882	19,004	1,52,951
Oil and gas	-	-	-	-
Total sales/ Income from Operations	37,248	56,882	19,004	1,52,951
Segment Result				
Infrastructure	4,761	9,373	2,905	23,890
Oil and gas	-	-	-	-
Unallocated	(1,755)	(2,592)	(1,357)	(7,945)
Total	3,006	6,781	1,548	15,945
Add : Other income (including interest income)	4,085	3,006	3,173	13,797
Profit before finance costs, tax and exceptional items	7,091	9,787	4,721	29,742
Add / (Less) : Finance costs	(3,371)	(3,222)	(2,170)	(11,045)
Add / (Less) : Share of gain /(loss) from associate/ joint venture companies	(194)	(218)	(73)	(725)
Add / (Less): Exceptional items (net)	-	-	-	-
Profit / (loss) from ordinary activities before tax	3,526	6,347	2,478	17,972
Capital Employed				
Segment Assets				
Infrastructure	3,54,859	3,21,838	2,42,252	3,21,838
Oil and gas	5,726	5,726	5,726	5,726
Unallocated	1,52,868	1,51,284	1,49,968	1,51,284
Total (A)	5,13,453	4,78,848	3,97,946	4,78,848
Segment Liabilities				
Infrastructure	70,594	78,089	69,975	78,089
Unallocated	2,71,617	2,32,183	1,67,855	2,32,183
Total (B)	3,42,211	3,10,272	2,37,830	3,10,272
Total (A - B)	1,71,242	1,68,576	1,60,116	1,68,576
<p>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.</p>				




Independent Auditor's Review Report on quarterly 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 ended 30 June 2021 ("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 Infrafacility Private Limited
- xiv) Welspun Aunta-Simaria Project Private Limited
- xv) Welsteel Enterprises Private Limited
- xvi) Welspun- Kaveri Infraprojects JV Private Limited (w.e.f 10 May 2021)



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 revenues of Rs. 24,145 Lakhs for the quarter ended 30 June 2021, total net profit after tax of Rs. 807 Lakhs for the quarter ended 30 June 2021 and total comprehensive income of Rs. 807 Lakhs for the quarter ended 30 June 2021, 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 twelve subsidiaries which have not been reviewed by their auditors, whose interim financial statements reflect total revenues of Rs. 1862 Lakhs for the quarter ended 30 June 2021, total net loss after tax of Rs. 759 Lakhs for the quarter ended 30 June 2021 and total comprehensive loss of Rs. 755 Lakhs for the quarter ended 30 June 2021, 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. 194 Lakhs for the quarter ended 30 June 2021 and total comprehensive loss of Rs. 194 Lakhs for the quarter ended 30 June 2021, 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, 29 July 2021

UDIN: 21048215AAAAIS6535

Unaudited Standalone Financial Results for the quarter ended 30 June 2021

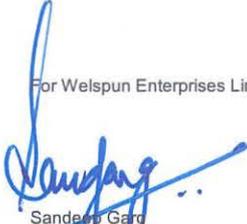
		(Rupees in lakhs)			
		Quarter ended 30 June 2021	Quarter ended 31 March 2021	Quarter ended 30 June 2020	Year ended 31 March 2021
		(Unaudited)	(Audited) (Refer note 6)	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from operations	34,416	50,461	17,412	1,41,019
	(b) Other income	942	157	962	2,897
	Total income	35,358	50,618	18,374	1,43,916
2	Expenses				
	(a) Cost of materials	459	502	16	605
	(b) Subcontracting, civil and repair work	26,404	37,529	12,761	1,07,855
	(c) Employee benefits expense	2,230	2,066	2,091	8,078
	(d) Finance costs	1,367	1,336	849	4,452
	(e) Depreciation and amortisation expense	250	338	297	1,225
	(f) Other expenses	2,127	3,457	756	7,596
	Total expenses	32,837	45,228	16,770	1,29,811
3	Profit from ordinary activities before exceptional items and tax (1 - 2)	2,521	5,390	1,604	14,105
4	Exceptional items (net)	-	-	-	-
5	Profit before tax for the period (3 + 4)	2,521	5,390	1,604	14,105
6	Tax expense				
	a) Current tax	514	1,516	317	2,891
	b) Deferred tax charge/(benefit)	9	(98)	(18)	469
	Total tax expense	523	1,418	299	3,360
7	Net profit from ordinary activities after tax for the Period (5 - 6)	1,998	3,972	1,305	10,745
8	Other comprehensive income				
	Items that will not be reclassified to profit and loss (net of tax)	-	(27)	(4)	31
9	Total comprehensive income for the period (7 + 8)	1,998	3,945	1,301	10,776
10	Paid-up equity share capital (Face Value Rs. 10/- each)	14,886	14,886	14,868	14,886
11	Other equity				1,66,998
12	Earnings per share (EPS)				
	* Not Annualised				
	(a) Basic EPS (Rs)	1.34 *	2.67 *	0.88 *	7.22
	(b) Diluted EPS (Rs)	1.33 *	2.64 *	0.87 *	7.17



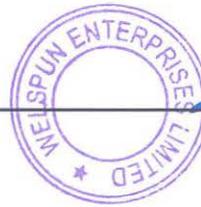

Notes :-

- 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 29 July 2021. The same has also been subjected to Limited Review by the Statutory Auditors.
- 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 COVID-19 pandemic (second wave) has impacted the company's operations partially during the quarter. With easing of lockdown, the Company's performance in the later part of the current quarter has improved progressively and we expect the momentum to continue with an overall improvement in Covid situation. 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 The listed Secured, Redeemable, Non-Convertible Debentures of the Company aggregating to Rs 37,500 Lakhs outstanding as on 30 June 2021 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 adequate asset cover in terms of Information Memorandum sufficient to discharge the principal amount of the said debentures as required by 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.
- 5 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 will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.
- 6 Figures for the Quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2021 and the published unaudited year to date figures upto the 31 December 2020.
- 7 Previous period figures have been regrouped, rearranged and reclassified wherever considered necessary.

For Welspun Enterprises Limited


Sandeep Garg
Managing Director
DIN 00036419

Place : Mumbai
Date : 29 July 2021

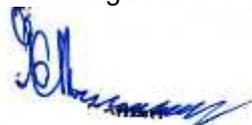


Independent Auditor's Review Report on quarterly Unaudited Standalone Financial Results of Welspun Enterprises Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended

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 ended 30 June 2021 ("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, 29 July 2021
UDIN: 21048215AAAAIT3331

