

WEL/SEC/2022

July 28, 2022

To,

<b>BSE Limited</b> 1 <sup>st</sup> Floor, Rotunda Bldg, Dalal Street, Fort, Mumbai - 400 001. Scrip Code: 532553	<b>National Stock Exchange of India Limited</b> Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. NSE Symbol: WELENT
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Dear Sir/Madam,

**Sub.: Un-audited Financial Results for the quarter ended June 30, 2022 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, 2022 ("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 held today i.e July 28, 2022.

The Board meeting concluded at 08.10 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.

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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 2836 662222 F : +91 2836 279010

Corporate Identity Number: L45201GJ1994PLC023920

**Independent Auditor's Review Report on quarterly Unaudited Standalone Financial Results of Welspun Enterprises Limited pursuant to the Regulation 33 and 52 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 2022 ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, 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 July 2022

UDIN: 22048215ANUCWA3465



**Unaudited Standalone Financial Results for the quarter ended 30 June 2022**

(Rupees In lakhs)

	Quarter ended 30 June 2022	Quarter ended 31 March 2022	Quarter ended 30 June 2021	Year ended 31 March 2022
	(Unaudited)	(Audited) (Refer note 6)	(Unaudited)	(Audited)
<b>1 Income</b>				
(a) Revenue from operations	67,449	46,723	34,416	1,30,694
(b) Other income	1,635	1,042	942	3,780
<b>Total income</b>	<b>69,084</b>	<b>47,765</b>	<b>35,358</b>	<b>1,34,474</b>
<b>2 Expenses</b>				
(a) Cost of materials	8,571	5,094	459	6,371
(b) Subcontracting, civil and repair work	48,030	27,905	26,404	88,231
(c) Employee benefits expense	3,303	3,199	2,230	10,857
(d) Finance costs	1,570	1,360	1,367	5,348
(e) Depreciation and amortisation expense	241	339	250	1,242
(f) Other expenses	4,205	3,120	2,127	10,825
<b>Total expenses</b>	<b>65,920</b>	<b>41,017</b>	<b>32,837</b>	<b>1,22,874</b>
<b>3 Profit from ordinary activities before exceptional items and tax (1 - 2)</b>	<b>3,164</b>	<b>6,748</b>	<b>2,521</b>	<b>11,600</b>
<b>4 Exceptional items (net)</b>	-	-	-	-
<b>5 Profit before tax for the period (3 + 4)</b>	<b>3,164</b>	<b>6,748</b>	<b>2,521</b>	<b>11,600</b>
<b>6 Tax expense</b>				
a) Current tax	734	1,599	514	2,420
b) Deferred tax charge/(benefit)	(68)	(143)	9	(164)
<b>Total tax expense</b>	<b>666</b>	<b>1,456</b>	<b>523</b>	<b>2,256</b>
<b>7 Net profit from ordinary activities after tax for the Period (5 - 6)</b>	<b>2,498</b>	<b>5,292</b>	<b>1,998</b>	<b>9,344</b>
<b>8 Other comprehensive income</b>				
Items that will not be reclassified to profit and loss (net of tax)	35	35	-	139
<b>9 Total comprehensive income for the period (7 + 8)</b>	<b>2,533</b>	<b>5,327</b>	<b>1,998</b>	<b>9,483</b>
<b>10 Paid-up equity share capital (Face Value Rs. 10/- each)</b>	<b>14,993</b>	<b>14,978</b>	<b>14,886</b>	<b>14,978</b>
<b>11 Other equity</b>				<b>1,74,439</b>
<b>12 Earnings per share (EPS)</b>				
* Not Annualised				
(a) Basic EPS (Rs)	1.67 ^	3.54 ^	1.34 ^	6.27
(b) Diluted EPS (Rs)	1.66 *	3.52 *	1.33 *	6.24
<b>13 Debenture Redemption Reserve</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>
<b>14 Net Worth</b>	<b>1,68,888</b>	<b>1,66,296</b>	<b>1,60,858</b>	<b>1,66,296</b>
<b>15 Debt-Equity Ratio (in times)</b>	<b>0.32</b>	<b>0.26</b>	<b>0.31</b>	<b>0.26</b>
<b>16 Debt Service Coverage Ratio (DSCR) (in times)</b>	<b>3.33</b>	<b>6.21</b>	<b>2.25</b>	<b>3.09</b>
<b>17 Interest Service Coverage Ratio (ISCR) (in times)</b>	<b>3.02</b>	<b>5.96</b>	<b>2.85</b>	<b>3.17</b>
<b>18 Current Ratio (in times)</b>	<b>1.45</b>	<b>1.58</b>	<b>1.75</b>	<b>1.58</b>
<b>19 Long term debt to working capital (in times)</b>	<b>0.63</b>	<b>0.67</b>	<b>0.88</b>	<b>0.67</b>
<b>20 Current Liability Ratio (in times)</b>	<b>0.36</b>	<b>0.30</b>	<b>0.23</b>	<b>0.30</b>
<b>21 Total Debts to Total Assets (in times)</b>	<b>0.16</b>	<b>0.14</b>	<b>0.19</b>	<b>0.14</b>
<b>22 Debtors Turnover (in times) ^</b>	<b>7.16</b>	<b>7.39</b>	<b>5.65</b>	<b>5.02</b>



**Unaudited Standalone Financial Results for the quarter ended 30 June 2022**

		(Rupees In lakhs)			
		Quarter ended 30 June 2022	Quarter ended 31 March 2022	Quarter ended 30 June 2021	Year ended 31 March 2022
		(Unaudited)	(Audited) (Refer note 6)	(Unaudited)	(Audited)
23	Inventory Turnover (in times) ^	6.93	7.02	2.52	2.41
24	Operating Margin (%)	5.0%	15.8%	9.3%	11.0%
25	Net Profit Margin (%)	3.7%	11.3%	5.8%	7.1%

^ Ratio for the quarter has been annualised

**Notes :-**

- 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 July 2022. The same has also been subjected to Limited Review by the Statutory Auditors.
- 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 and Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- During the quarter ended 30 June 2022, the Company has approved allotment of 150,000 equity shares to the employees of the Company who had exercised their options under the Welspun Enterprises Limited - Employees Stock Option Plan 2017 ("WEL ESOP SCHEME 2017"). The equity shares allotted shall rank pari passu in all respect, including dividend, with the existing equity shares of the Company.
- The listed Secured, Redeemable, Non-Convertible Debentures of the Company aggregating to Rs 37,500 Lakhs outstanding as on 30 June 2022 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 assigned by Brickwork Ratings India Private Limited and Acuite Ratings and Research Limited for the Secured, Redeemable and Non-Convertible Debentures issued by the Company are BWR AA- Stable and Acuite AA- (Stable) respectively.
- The Company will assess the impact of the Code of Wages, 2019 and the Code on Social Security, 2020 and give effect in the financial statements when the date of implementation of these codes and and the Rules/ Schemes thereunder are notified.
- Figures for the Quarter ended 31 March 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2022 and the published unaudited year to date figures upto the 31 December 2021.
- Previous period figures have been regrouped, rearranged and reclassified wherever considered necessary.

For Welspun Enterprises Limited



*A Hans*  
Ajay Hans  
Managing Director  
DIN 00391261

Place : Mumbai  
Date : 28 July 2022

**Independent Auditor's Review Report on quarterly Unaudited Consolidated Financial Results of Welspun Enterprises Limited pursuant to the Regulation 33 and 52 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 2022 ("the Statement") being submitted by the Holding Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").
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 Infraconstruct 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
- (xvi) Welspun Kaveri Infracprojects JV Private Limited
- (xvii) Welspun - Kaveri Infracprojects JV
- (xviii) Welspun Edac JV Private Limited (w.e.f. 6 June 2022)



**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. We did not review the interim financial statements of three subsidiaries included in the consolidated unaudited financial results, whose interim financial statements reflect total revenues of Rs. 34,507 Lakhs for the quarter ended 30 June 2022, total net profit after tax of Rs. 2,255 Lakhs for the quarter ended 30 June 2022 and total comprehensive income of Rs. 2,255 Lakhs for the quarter ended 30 June 2022, 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.
6. The consolidated unaudited financial results include the interim financial statements of thirteen subsidiaries which have not been reviewed by their auditors, whose interim financial statements reflect total revenues of Rs. 12,578 Lakhs for the quarter ended 30 June 2022, total net loss after tax of Rs. 848 Lakhs for the quarter ended 30 June 2022 and total comprehensive loss of Rs. 848 Lakhs for the quarter ended 30 June 2022, 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. 129 Lakhs for the quarter ended 30 June 2022 and total comprehensive loss of Rs. 129 Lakhs for the quarter ended 30 June 2022, in respect of one associate and five jointly controlled entities based on their interim financial statements which have not been reviewed by their auditors. The unaudited interim financial statements/ financial results and other unaudited financial information of the these subsidiaries, joint ventures, and associates have not been reviewed by their auditor and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, joint ventures and associates, is based solely on such unaudited interim financial statement financial results and other unaudited financial information.

Our conclusion on the Statement in respect of matters stated in paragraph 5 and 6 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results certified by the Management.



7. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 5 and 6 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, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing regulation, 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 July 2022  
UDIN: 22048215ANUDOJ4214



**Unaudited Consolidated Financial Results for the quarter ended 30 June 2022**

Rupees in lakhs

		Quarter ended 30 June 2022	Quarter ended 31 March 2022	Quarter ended 30 June 2021	Year ended 31 March 2022
		(Unaudited)	(Audited) (Refer note 4)	(Unaudited)	(Audited)
<b>1</b>	<b>Income</b>				
	(a) Revenue from operations	76,323	48,463	37,248	1,40,140
	(b) Other income	5,910	5,001	4,089	17,359
	<b>Total income</b>	<b>82,233</b>	<b>53,464</b>	<b>41,337</b>	<b>1,57,499</b>
<b>2</b>	<b>Expenses</b>				
	(a) Cost of materials	8,571	5,094	459	6,371
	(b) Subcontracting, civil and repair work	48,206	28,089	27,267	91,267
	(c) Employee benefits expense	3,391	3,276	2,256	10,994
	(d) Finance costs	5,676	3,635	3,371	13,997
	(e) Depreciation and amortisation expense	3,265	425	337	1,593
	(f) Other expenses	7,131	4,487	3,927	16,610
	<b>Total expenses</b>	<b>76,240</b>	<b>45,006</b>	<b>37,617</b>	<b>1,40,832</b>
<b>3</b>	<b>Profit from ordinary activities before exceptional items, share of profits/ (loss) in associate and tax (1 - 2)</b>	<b>5,993</b>	<b>8,458</b>	<b>3,720</b>	<b>16,667</b>
<b>4</b>	Share of profit / (loss) in associate and joint venture companies	129	91	(194)	68
<b>5</b>	<b>Profit from ordinary activities before exceptional items and tax (3 + 4)</b>	<b>6,122</b>	<b>8,549</b>	<b>3,526</b>	<b>16,735</b>
<b>6</b>	Exceptional items (net)	-	-	-	-
<b>7</b>	<b>Profit / (loss) before tax for the period (5 + 6)</b>	<b>6,122</b>	<b>8,549</b>	<b>3,526</b>	<b>16,735</b>
<b>8</b>	<b>Tax expense</b>				
	a) Current tax	875	1,560	524	2,516
	b) Deferred tax charge/(benefit)	337	489	436	1,609
	<b>Total tax expense</b>	<b>1,212</b>	<b>2,049</b>	<b>960</b>	<b>4,125</b>
<b>9</b>	<b>Net profit from ordinary activities after tax for the Period (7 - 8)</b>	<b>4,910</b>	<b>6,500</b>	<b>2,566</b>	<b>12,610</b>
<b>10</b>	<b>Other comprehensive income</b>				
	Items that will not be reclassified to Profit and Loss (net of tax)	35	38	4	140
<b>11</b>	<b>Total Comprehensive Income for the period (9 + 10)</b>	<b>4,945</b>	<b>6,538</b>	<b>2,570</b>	<b>12,750</b>
<b>12</b>	<b>Profit for the period attributable to :</b>				
	Shareholders of the company	4,842	6,453	2,536	12,470
	Non- controlling interest	68	47	30	140
<b>13</b>	<b>Total comprehensive income attributable to :</b>				
	Shareholders of the company	4,877	6,491	2,540	12,610
	Non- controlling interest	68	47	30	140
<b>14</b>	Paid-up equity share capital (Face Value Rs. 10/- each)	14,993	14,978	14,886	14,978
<b>15</b>	Other equity				1,64,130
<b>16</b>	<b>Earnings per share (EPS)</b>				
	* Not annualised				
	(a) Basic EPS (Rs)	3.23 *	4.32 *	1.70 *	8.37
	(b) Diluted EPS (Rs)	3.21 *	4.30 *	1.69 *	8.33



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 July 2022. 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 and Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Group will assess the impact of the Code of Wages, 2019 and the Code on Social Security, 2020 and give effect in the financial statements when the date of implementation of these codes and and the Rules/ Schemes thereunder are notified.
- 4 Figures for the Quarter ended 31 March 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2022 and the published unaudited year to date figures upto the 31 December 2021.
- 5 Refer Annexure I for Segment Information
- 6 Previous period figures have been regrouped, rearranged and reclassified wherever considered necessary.

For Welspun Enterprises Limited



A handwritten signature in blue ink, appearing to read 'Ajay Hans'.

Ajay Hans  
Managing Director  
DIN 00391261

Place : Mumbai  
Date : 28 July 2022

Annexure - I  
Segment Information :-

Rupees in lakhs

	Quarter ended 30 June 2022	Quarter ended 31 March 2022	Quarter ended 30 June 2021	Year ended 31 March 2022
	(Unaudited)	(Audited) (Refer note 4)	(Unaudited)	(Audited)
<b>Segment Revenue</b>				
Infrastructure	76,323	48,463	37,248	1,40,140
Oil and gas	-	-	-	-
<b>Total sales/ Income from Operations</b>	<b>76,323</b>	<b>48,463</b>	<b>37,248</b>	<b>1,40,140</b>
<b>Segment Result</b>				
Infrastructure	10,095	9,691	4,761	22,650
Oil and gas	-	-	-	-
Unallocated	(3,697)	(2,474)	(1,755)	(9,167)
<b>Total</b>	<b>6,398</b>	<b>7,217</b>	<b>3,006</b>	<b>13,484</b>
Add : Other income (including interest income)	5,271	4,876	4,085	17,181
<b>Profit before finance costs, tax and exceptional items</b>	<b>11,669</b>	<b>12,094</b>	<b>7,091</b>	<b>30,665</b>
Add / (Less) : Finance costs	(5,676)	(3,635)	(3,371)	(13,997)
Add / (Less) : Share of gain /(loss) from associate/ joint venture companies	129	91	(194)	68
<b>Profit / (loss) from ordinary activities before tax</b>	<b>6,122</b>	<b>8,549</b>	<b>3,526</b>	<b>16,735</b>
<b>Capital Employed</b>				
<b>Segment Assets</b>				
Infrastructure	4,76,939	4,22,585	3,54,859	4,22,585
Oil and gas	5,726	5,726	5,726	5,726
Unallocated	1,47,082	1,61,149	1,52,868	1,61,149
<b>Total (A)</b>	<b>6,29,747</b>	<b>5,89,460</b>	<b>5,13,453</b>	<b>5,89,460</b>
<b>Segment Liabilities</b>				
Infrastructure	1,64,741	1,46,981	70,594	1,46,981
Unallocated	2,80,627	2,63,103	2,71,617	2,63,103
<b>Total (B)</b>	<b>4,45,368</b>	<b>4,10,084</b>	<b>3,42,211</b>	<b>4,10,084</b>
<b>Total (A - B)</b>	<b>1,84,379</b>	<b>1,79,376</b>	<b>1,71,242</b>	<b>1,79,376</b>

- 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.

