

**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: 2021

Date : June 29, 2021

National Stock Exchange of India Ltd  
Corporate Action Department  
Exchange Plaza, 5<sup>th</sup> floor,  
Plot No. C/1, G Block,  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051

**Scrip Code : WALCHANNAG**

BSE Ltd.,  
Corporate Relations Department  
1<sup>st</sup> floor, New Trading Ring,  
Rotunda Bldg P.J. Tower,  
Mumbai 400 001  
**Scrip Code : 507410**

Dear Sirs,

**Sub:** 1. Audited Financial Results for the Quarter and Year ended March 31, 2021.  
2. Auditor's Report on Standalone Quarterly Financial Results and Year to date Results 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. June 29, 2021, approved the following items:

1. The Audited Financial Results for the Quarter and Year ended March 31, 2021 (Copy of same is enclosed).
2. Auditor's Report on Standalone Quarterly Financial Results and Year to date Results of the Company issued by our Statutory Auditors, M/s. Jayesh Sanghrajka & Co. LLP, Chartered Accountants (Copy of the same is enclosed).

Further, we hereby confirm and declare that Statutory Auditors of the Company M/s. Jayesh Sanghrajka & Co. LLP, Chartered Accountants have issued report with Un- Modified opinion in respect of Audited Financial Results for the Quarter and year ended March 31, 2021. The said declaration is made in pursuant to Regulation 33 (3) (d) of the Securities and Exchange Board of India (Listing Obligations and disclosure Requirements) Regulations, 2015 as amended.

The Board Meeting commenced at 2.32 p.m. and concluded at 6.10 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

**Audited Financial Results for the Quarter and year ended 31st March, 2021**

(Rs. in Lakhs)

Particulars	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	1	2	3	4	6
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1 Revenue from Operations	8,131	9,991	6,043	32,564	29,805
2 Other Income	760	1,044	778	2,503	2,017
<b>3 Total Revenue (1+2)</b>	<b>8,890</b>	<b>11,035</b>	<b>6,821</b>	<b>35,067</b>	<b>31,822</b>
<b>Expenditure :</b>					
4 Cost of Materials Consumed	2,401	2,580	3,572	9,681	13,990
5 Sub-contracting Expenses, Processing Charges and Other Direct Costs	563	422	442	1,535	2,001
6 Changes in inventories of finished goods and work-in-progress	1,405	3,156	(953)	6,648	(4,273)
7 Employees Benefits Expenses	2,020	2,111	2,274	8,139	8,366
8 Finance Costs	1,936	2,014	2,016	7,905	8,652
9 Depreciation and Amortisation Expenses	577	601	538	2,297	2,300
10 Other Expenses	1,537	922	1,146	4,586	6,353
<b>11 Total Expenses (4+5+6+7+8+9+10)</b>	<b>10,439</b>	<b>11,806</b>	<b>9,035</b>	<b>40,791</b>	<b>37,389</b>
12 Profit/ (Loss) before exceptional items and tax (3-11)	(1,548)	(771)	(2,214)	(5,724)	(5,567)
13 Exceptional Items (net)	-	-	-	-	979
14 Profit/ (Loss) before tax (12-13)	(1,548)	(771)	(2,214)	(5,724)	(6,546)
15 Tax expense:					
(1) Current tax	-	-	-	-	-
(2) Deferred tax (asset)/ liability	-	-	-	-	-
16 Profit/ (Loss) after Tax (14-15)	(1,548)	(771)	(2,214)	(5,724)	(6,546)
17 Other Comprehensive Income	49	(14)	(77)	(13)	(80)
18 Total Comprehensive Income for the period	(1,500)	(785)	(2,291)	(5,737)	(6,626)
19 Earnings per equity share of face value of ₹ 2 each					
(1) Basic	(4.07)	(2.02)	(5.82)	(15.04)	(17.20)
(2) Diluted	(4.07)	(2.02)	(5.82)	(15.04)	(17.20)

- The above 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.
- The above 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 June 29, 2021.
- 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.
- 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 March 31, 2021 as this stock will be either liquidated or diverted to other projects.
- The COVID-19 lockdown imposed by the Government has materially and adversely affected the supply chain, Production and logistics. The operations during the quarter gathered momentum on account of various relaxations though the recovery has been gradual and partial. In spite of such relaxations, the results of the company have been negatively impacted. The management has made impact analysis of the lockdown on company's performance during the year ended 31st March 2021. Details are as follows:  
**Sales deferral : Rs. 5,646 Lakhs** (For Q4 F.Y. 2019 -20 - Rs. 1910 Lakh)  
**Operating Loss Incurred: Rs. 1,694 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.
- The figures for the quarter ended March 31, 2021 and March 31, 2020 are balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the relevant financial year.
- Figures for the previous periods have been regrouped/reclassified where necessary, to confirm to the current period classification.

For WALCHANDNAGAR INDUSTRIES LTD.

**Chirag C. Doshi**  
**MANAGING DIRECTOR & CEO**  
**DIN- 00181291**

Place: Mumbai  
Date: June 29, 2021

**WALCHANDNAGAR INDUSTRIES LTD.**

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**SEGMENT-WISE REVENUE, RESULTS & CAPITAL EMPLOYED****Rs in Lakhs**

Particulars	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1 Segment Revenue</b>					
(a) Heavy Engineering	6,624	8,605	4,912	28,116	23,628
(b) Foundry and Machine Shop	1,241	1,127	890	3,575	4,700
(c) Others	355	279	331	1,042	1,759
<b>Total</b>	<b>8,221</b>	<b>10,011</b>	<b>6,133</b>	<b>32,734</b>	<b>30,087</b>
Less : Inter segment Revenue	90	20	90	170	282
<b>Net Sales/Income from Operations</b>	<b>8,131</b>	<b>9,991</b>	<b>6,043</b>	<b>32,564</b>	<b>29,805</b>
<b>2 Segment Results</b>					
Profit/(Loss) before Interest and Tax					
(a) Heavy Engineering	439	1,475	14	3,028	3,617
(b) Foundry and Machine Shop	(2)	(118)	(62)	(496)	(272)
(c) Others	69	18	30	76	221
<b>Total</b>	<b>506</b>	<b>1,375</b>	<b>(18)</b>	<b>2,608</b>	<b>3,566</b>
Add: Exceptional Item					
Less : Finance Cost	1,936	2,014	2,016	7,905	8,652
Less - Other unallocable expenditure net of unallocable Income	119	132	180	427	481
Less - Exceptional Item	-	-	-	-	979
<b>Profit/(Loss) Before Tax</b>	<b>(1,549)</b>	<b>(771)</b>	<b>(2,214)</b>	<b>(5,724)</b>	<b>(6,546)</b>
<b>3 Capital Employed</b>					
Segment Assets					
(a) Heavy Engineering	85,439	90,097	93,425	85,439	93,425
(b) Foundry and Machine Shop	4,940	4,852	5,275	4,940	5,275
(c) Others	4,193	4,301	4,416	4,193	4,416
(d) Unallocated	1,230	1,164	1,497	1,230	1,497
<b>(A)</b>	<b>95,802</b>	<b>100,414</b>	<b>104,613</b>	<b>95,802</b>	<b>104,613</b>
Less : Liabilities					
(a) Heavy Engineering	70,299	73,137	73,249	70,299	73,249
(b) Foundry and Machine Shop	2,159	2,216	2,168	2,159	2,168
(c) Others	411	603	625	411	625
(d) Unallocated	1,763	1,788	1,663	1,763	1,663
<b>(B)</b>	<b>74,632</b>	<b>77,744</b>	<b>77,705</b>	<b>74,632</b>	<b>77,705</b>
<b>Total (A-B)</b>	<b>21,171</b>	<b>22,670</b>	<b>26,908</b>	<b>21,171</b>	<b>26,908</b>

For WALCHANDNAGAR INDUSTRIES LTD.

**Chirag C. Doshi**  
**MANAGING DIRECTOR & CEO**  
**DIN- 00181291**

Place: Mumbai  
Date: June 29, 2021

A TRADITION OF ENGINEERING EXCELLENCE


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**Statement of Assets and Liabilities**

Particulars	Rs. In Lakhs	
	As at March 31,2021 (Audited)	As at March 31,2020 (Audited)
Property, Plant and Equipment	31,874	33,120
Capital Work-in-Progress	379	855
Investment Property	189	189
Intangible Assets	84	98
Financial Assets		
(i) Investments	5	8
(ii) Trade Receivables	5,882	5,646
(iii) Other Financial Assets	261	269
Non Current Tax Asset (Net)	1,038	1,304
Other Non-Current Assets	3,948	4,587
	<b>43,661</b>	<b>46,076</b>
Inventories	15,349	23,493
Financial Assets		
(i) Trade Receivables	20,928	19,867
(ii) Cash and Cash Equivalents	292	321
(iii) Other Balances with Banks	4,520	3,986
(iv) Other Financial Assets	6,720	5,200
Other Current Assets	4,222	5,670
Non Current Asset held for sale	111	-
	<b>52,142</b>	<b>58,537</b>
	<b>95,803</b>	<b>104,613</b>
Equity Share Capital	761	761
Other Equity	20,409	26,147
	<b>21,171</b>	<b>26,908</b>
Financial Liabilities		
(i) Borrowings	10,546	15,912
(ii) Other Financial Liabilities	4,183	3,287
Provisions	1,439	1,300
Other Non-Current Liabilities	9,876	6,841
	<b>26,045</b>	<b>27,340</b>
Financial Liabilities		
(i) Borrowings	22,732	22,149
(ii) Trade Payables	7,055	8,723
(iii) Other Financial Liabilities	11,942	6,341
Provisions	324	364
Other Current Liabilities	6,535	12,788
	<b>48,588</b>	<b>50,364</b>
	<b>95,803</b>	<b>104,613</b>

Particulars	Rs. in Lakhs	
	Year ended on March 31, 2021	Year ended on March 31, 2020
<b>A Cash Flow from Operating Activities</b>		
Profit/(Loss) before tax	(5,724)	(6,546)
<b>Adjustments for :</b>		
Depreciation and Amortization Expense	2,297	2,300
Amortization of Lease hold Land	66	66
Provision for doubtful debts	(1,870)	(1,824)
(Profit)/ Loss on sale of Asset	(113)	950
Finance Costs	7,905	8,652
Unrealized Exchange (Gain) / Loss (net)	193	198
Sundry Balances Written back	(1,756)	(557)
Interest Income	(158)	(378)
Rental Income from Investment property	(7)	(10)
Bad Debts Witten off	2,751	3,721
Dividend Income on Current Investments	-	(1)
(Profit) / loss on sale of Current Investments	-	5
Provision written back	-	(249)
	<b>9,307</b>	<b>12,873</b>
<b>Operating profit before working capital changes</b>	<b>3,582</b>	<b>6,327</b>
<b>Change in operating assets and liabilities</b>		
(Increase)/ decrease in trade receivables	(2,371)	5,332
(Increase)/ decrease in other financial assets	(1,513)	(1,106)
(Increase)/ decrease in other assets	1,721	495
(Increase)/ decrease in inventories	8,144	(4,017)
Increase/ (decrease) in trade payable	(664)	(739)
Increase/ (decrease) in other financial liabilities	170	(598)
Increase/ (decrease) in provisions	88	54
Increase/ (decrease) in other liabilities	(2,466)	106
	<b>3,109</b>	<b>(472)</b>
Cash Generated from Operations	<b>6,692</b>	<b>5,855</b>
Income Tax Refund / (Paid) (net)	445	-
<b>Net cash inflow from operating activities (A)</b>	<b>7,137</b>	<b>5,855</b>
<b>B Cash Flow from Investing Activities</b>		
Purchase of tangible/intangible assets including capital work in progress	(666)	(1,507)
Proceeds from Sale of Property, Plant and Equipment (Purchase)/Sale of Non Current Investments	230	37
(Purchase)/Sale of Current Investments	0	136
Rent received on Investment Property	-	165
Proceed from sale of assets held for sale	7	10
Fixed Deposit / Margin Money Realized/(Paid)	-	1,999
Dividend received on current investment	(437)	2,664
Interest Received	-	1
	62	398
<b>Net cash inflow from investing activities (B)</b>	<b>(804)</b>	<b>3,903</b>
<b>C Cash Flow from Financing Activities</b>		
Proceeds/(Repayments) of Long-Term Borrowings (Net)	(2)	(5,369)
Proceeds/(Repayments) of Short-Term Borrowings (Net)	583	484
Interest paid	(6,943)	(7,229)
<b>Net cash outflow from financing activities (C)</b>	<b>(6,362)</b>	<b>(12,114)</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(29)</b>	<b>(2,356)</b>
<b>Cash and Cash Equivalents at the beginning of the period</b>	<b>321</b>	<b>2,677</b>
<b>Cash and Cash Equivalents at the end of the period</b>	<b>292</b>	<b>321</b>
<b>Cash &amp; Cash Equivalents comprises of :</b>		
	<b>Year ended on March 31, 2021</b>	<b>Year ended on March 31, 2020</b>
Cash on hand	12	26
Cheques on Hand	56	-
Balances with banks	224	275
Deposits having original maturity of less than three months	-	20
<b>Total</b>	<b>292</b>	<b>321</b>
<b>For Walchandnagar Industries Limited</b>		
<b>Chirag C. Doshi</b> Managing Director & CEO DIN- 00181291		
Date: June 29, 2021		
Place: Mumbai		
<b>A TRADITION OF ENGINEERING EXCELLENCE</b>		

## Independent Auditors' report on Financial Results of Walchandnagar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,  
The Board of Directors  
Walchandnagar Industries Limited  
Mumbai

1. We have audited the accompanying statement containing the annual audited financial results of **Walchandnagar Industries Limited**, ("the Company"), for the quarter and year ended March 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulations), read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 (the Circular).
2. The management is responsible for preparation of accompanying statement which is prepared from the annual statutory Ind AS Financial Statement prepared in accordance with the Indian Accounting Standards specified in the Companies (Indian Accounting Standards), Rules, 2015 (as amended) under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the accounting principles generally accepted in India, basis which the above statement containing the annual audited Financial results has been prepared and approved by the Board of Directors. The responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation of the Statement that is free from material misstatement, whether due to fraud or error.
3. Our responsibility is to express an opinion on the Statement on our audit. We conducted our audit in accordance with the standards on auditing specified under Section 143(10) of the Companies Act, 2013 and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.



# Jayesh Sanghrajka & Co LLP

Chartered Accountants

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's management, as well as evaluating the overall presentation of the Statement.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion
6. In our opinion and to the best of our information and according to the explanations given to us,
  - 6.1. the Statement is presented in the format prescribed under Regulation 33 and Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
  - 6.2. The annual financial results for the quarter and year ended March 31, 2021 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of loss and other comprehensive income) and other financial information of the Company for the quarter and year ended March 31, 2021 in accordance with the accounting principles generally accepted in India.
7. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2021 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2021 and the published year-to-date figures up to December 31, 2020, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as stated in Paragraph 1 above, as required under the Regulation and the Circular.

## 8. **Emphasis of Matter**

We draw attention to Note 4 of the Statement regarding non-moving inventory of work-in-progress amounting to Rs. 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 therefrom.

Our report is not modified in respect of this matter.



# Jayesh Sanghrajka & Co LLP

Chartered Accountants

## 9. Other Matter

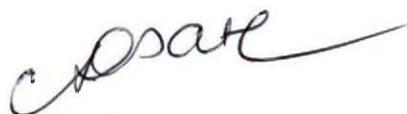
We did not audit the financial statements / information of Ethiopia division included in the financial statements of the Company whose financial statements / financial information reflect total assets of Rs. 1286.19 lakhs and total liabilities of Rs. 1265.96 Lakhs as at March 31, 2021 and the total revenue of Rs. NIL and total expenses of Rs. 9.32 Lakhs for the year ended on that date. The financial statements / information of this division have been audited by the independent auditor whose report has been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of such division, is based solely on the report of such auditor.

Our opinion is not modified in respect of this matter.

For **Jayesh Sanghrajka & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number: 104184W/W100075



**Ashish Sheth**

Designated Partner

Membership Number: 107162

UDIN: 21107162AAAABE4320



Place: Mumbai

Date: 29<sup>th</sup> June 2021

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405 – 408, Hind Rajasthan Building,  
Dadasaheb Phalke Road, Dadar (E), Mumbai – 400 014.  
Branch Offices at Vashi and Kanjurmarg

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Kolkata, Delhi, Patna, Silchar, Siliguri and  
Thiruvananthapuram.