

WCL/SEC/2016

July 28, 2016

To,

|   |  |
|---|--|
| <b>Bombay Stock Exchange Ltd.</b><br>(Scrip Code-532144)<br>Department of Listing,<br>P. J. Towers, Dalal Street, Mumbai – 400 001. | <b>National Stock Exchange of India Ltd.</b><br>(Symbol: WELCORP, Series EQ)<br>Exchange Plaza, Bandra-Kurla Complex,<br>Bandra (E), Mumbai – 400 051. |
| <b>Singapore Exchange Securities Trading Ltd.</b><br>2 Shenton Way#19-00 SGX Centre I<br>Singapore 068804.                          |  |

Dear Sirs/ Madam,

**Sub.: (1) Un-audited Financial Results for the quarter ended June 30, 2016 and  
(2) Press Release.**

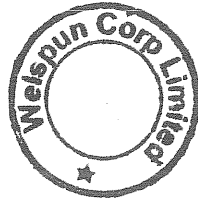
Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith standalone as well as consolidated Un-audited Financial Results for the quarter ended June 30, 2016 ("UFR") as reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held today. Also attached is the Limited Review Report of the Statutory Auditors of the Company on the UFR.

Further, the press communication which is being released to the media is attached herewith.

Kindly take note of the above.

For Welspun Corp Limited

  
**Pradeep Joshi**  
Company Secretary  
FCS - 4959



Welspun Corp Limited

Welspun House, 5th Floor, 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\_wcl@welspun.com Website : www.welspuncorp.com

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

T : +91 2836 662222 F : +91 2836 279060

Corporate Identity Number: L27100GJ1995PLC025609

| Sr. No. | Particulars  | Consolidated<br>Quarter Ended |                           |
|---------|--|-------------------------------|---------------------------|
|         |  | 30.06.2016<br>(Unaudited)     | 30.06.2015<br>(Unaudited) |
| 1       | <b>Income from operations</b>  |                               |                           |
| a.      | Net Sales / Income from operations   | 151,105                       | 155,543                   |
| b.      | Other operating income   | 4,531                         | 5,398                     |
|         | <b>Total Income from operations</b>  | <b>155,636</b>                | <b>160,941</b>            |
| 2       | <b>Expenses</b>  |                               |                           |
| a.      | Cost of materials consumed   | 80,209                        | 116,492                   |
| b.      | Purchase of stock-in-trade   | 34,947                        | -                         |
| c.      | Changes in inventories of finished goods, work-in-progress and stock-in-trade                                    | (10,091)                      | (27,350)                  |
| d.      | Employee benefits expense  | 11,757                        | 13,201                    |
| e.      | Depreciation and amortisation expense  | 9,363                         | 9,580                     |
| f.      | Other expenses   | 29,093                        | 46,305                    |
|         | <b>Total expenses</b>  | <b>155,278</b>                | <b>158,228</b>            |
| 3       | <b>Profit from operations before other income and finance costs (1-2)</b>  | <b>358</b>                    | <b>2,713</b>              |
| 4       | Other income   | 4,878                         | 2,971                     |
| 5       | <b>Profit before finance costs (3+4)</b>   | <b>5,236</b>                  | <b>5,684</b>              |
| 6       | Finance costs  | 5,714                         | 6,244                     |
| 7       | <b>Loss after finance costs but before tax (5-6)</b>   | <b>(478)</b>                  | <b>(560)</b>              |
| 8       | Tax expense  | (758)                         | (133)                     |
| 9       | <b>Net Profit / (Loss) for the period before share of profit / (loss) of associates and joint ventures (7-8)</b> | <b>280</b>                    | <b>(427)</b>              |
| 10      | Share of Profit / (Loss) of associates and joint venture   | (1,337)                       | 427                       |
| 11      | Non-controlling Interest   | (118)                         | 62                        |
| 12      | <b>Net Loss for the period (9+10-11)</b>   | <b>(939)</b>                  | <b>(62)</b>               |
| 13      | Other Comprehensive Income, net of income tax  | 2,533                         | 3,009                     |
| 14      | <b>Total Comprehensive Income for the period (including Non-controlling Interest) (9+10+13)</b>                  | <b>1,476</b>                  | <b>3,009</b>              |
| 15      | Paid up equity share capital (Face value of Rs.5/- each)   | 13,261                        | 13,159                    |
| 16      | <b>Earnings Per Share (of Rs. 5/- each) (not annualised)</b>   |                               |                           |
|         | -Basic   | (0.35)                        | (0.02)                    |
|         | -Diluted   | (0.35)                        | (0.13)                    |

**Notes:**

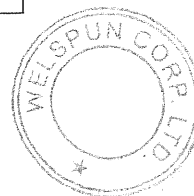
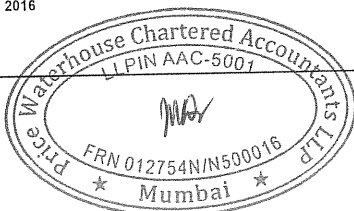
- The above financial results for the quarter ended June 30, 2016 were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on July 28, 2016. The Statutory Auditors have carried out a Limited Review of the above financial results for the quarter ended June 30, 2016. The IND AS compliant financial results pertaining to the relevant periods of the previous period have not been subjected to the Limited Review. However, the Company's Management has exercised necessary due diligence to ensure the financial results provide a true and fair view of its affairs.
- The Company is principally engaged in a single segment viz., Steel products based on nature of products, risks, returns and the internal business reporting system.
- The Standalone Financial results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on July 28, 2016 and will be made available to BSE and NSE and will be posted on the Company's website www.welspuncorp.com. The key information related to Standalone Financial results are given below :

| Key Financials  | 30.06.2016<br>(Unaudited) | 30.06.2015<br>(Unaudited) |
|---|---------------------------|---------------------------|
| a Net Sales / Income from Operations / Other Operating Income (Rs. In Lacs) | 118,140                   | 140,866                   |
| b Profit / (Loss) Before Tax (Rs. In Lacs)                                  | 2,799                     | (2,177)                   |
| c Profit / (Loss) After Tax (Rs. In Lacs)                                   | 1,890                     | (1,944)                   |
| d Earnings Per Share (In Rs.) (not annualised for quarters)                 |                           |                           |
| i) Basic (In Rs.)   | 0.71                      | (0.74)                    |
| ii) Diluted (In Rs.)  | 0.71                      | (0.74)                    |

- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016, the Company has for the first time adopted IND AS with transition date of April 1, 2015.
- The listed Non-Convertible Debentures of the Company aggregating to Rs.1,293.80 Crores as on June 30, 2016 are secured by first charge ranking pari passu by way of mortgage / hypothecation of entire immovable and movable tangible assets of the Company both present and future and second / floating charge on current assets subject to prior charge in favour of banks for working capital facilities. The Company has maintained 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 format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016, IND AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
- The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with IND AS is given below:

| Description   | (Rs. In Lacs)                              |
|---|--|
|   | Quarter ended<br>June 30, 2015 (Unaudited) |
| Net profit as per Previous GAAP (Indian GAAP)   | 1,639                                      |
| <b>Add / (Less):</b>  |  |
| Effects of measuring investments at Fair value through Profit and Loss                                      | (1,992)                                    |
| Effect of accounting of transaction costs on borrowings as per Effective Interest Rate (EIR) method.        | (127)                                      |
| Deferred tax impact on IND AS adjustments.  | 1,680                                      |
| Effect of change in method of recognising grants  | (1,012)                                    |
| Others  | (250)                                      |
| <b>Net Loss as per IND AS</b>   | <b>(62)</b>                                |
| Non-controlling Interest  | 62   |
| Other Comprehensive Income, net of income tax (Hedging Reserve, Foreign Currency Translation Reserve, etc.) | 3,009                                      |
| <b>Total Comprehensive Income for the period</b>  | <b>3,009</b>                               |

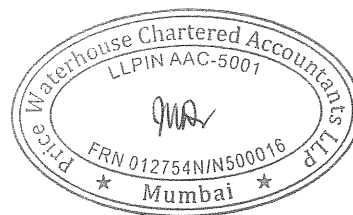
For Welspun Corp Limited

Place : Mumbai  
Date : 28 July 2016Braja Mishra  
Managing Director  
DIN - 0805069

# Price Waterhouse Chartered Accountants LLP

The Board of Directors  
Welspun Corp Limited  
5<sup>th</sup> Floor, Welspun House  
Kamala Mills Compound,  
Senapati Bapat Marg,  
Lower Parel,  
Mumbai-400013.

1. We have reviewed the unaudited consolidated financial results of Welspun Corp Limited (the "Company") and its subsidiaries and joint venture (hereinafter referred to as the "Group") for the quarter ended June 30, 2016 which are included in the accompanying Statement of Unaudited Consolidation Financial Results together with the notes thereon (the "Statement"). The Statement has been prepared by the Company's Management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by its Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited consolidated Balance Sheet as at April 1, 2015 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. A review is limited primarily to inquiries of group personnel and analytical procedures applied to group's 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
  - a. Note 4 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2016, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.



Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)  
Mumbai - 400 028  
T: +91 (22) 66691500, F: +91 (22) 66547804 / 07

Registered office and Head office: Sucheta Bhawan, 11A Vishnu Digambar Marg, New Delhi 110 002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

# Price Waterhouse Chartered Accountants LLP

Welspun Corp Limited  
Review report on financial results  
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- b. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2015 and accordingly, we do not express any conclusion on the consolidated results in the Statement for the quarter ended June 30, 2015. As set out in note 1 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountant LLP  
Firm Registration Number (FRN 012754N/N500016)



Mehul Desai  
Partner  
Membership Number 103211

Place: Mumbai  
Date: July 28, 2016

| Sr. No. | Particulars   | Standalone Quarter Ended |                        |
|---------|---|--------------------------|------------------------|
|         |   | 30.06.2016 (Unaudited)   | 30.06.2015 (Unaudited) |
| 1       | <b>Income from operations</b>   |                          |                        |
| a.      | Net Sales / Income from operations  | 114,725                  | 136,341                |
| b.      | Other operating income  | 3,415                    | 4,525                  |
|         | <b>Total Income from operations</b>   | <b>118,140</b>           | <b>140,866</b>         |
| 2       | <b>Expenses</b>   |                          |                        |
| a.      | Cost of materials consumed  | 58,415                   | 78,429                 |
| b.      | Purchase of stock-in-trade  | 27,295                   | 27,388                 |
| c.      | Changes in inventories of finished goods, work-in-progress and stock-in-trade | (1,965)                  | (1,523)                |
| d.      | Employee benefits expense   | 4,168                    | 4,490                  |
| e.      | Depreciation and amortisation expense   | 5,684                    | 6,360                  |
| f.      | Other expenses  | 20,880                   | 25,164                 |
|         | <b>Total expenses</b>   | <b>114,477</b>           | <b>140,308</b>         |
| 3       | <b>Profit from operations before other income and finance costs (1-2)</b>     | <b>3,663</b>             | <b>558</b>             |
| 4       | Other income  | 3,945                    | 2,571                  |
| 5       | <b>Profit before finance costs (3+4)</b>                                      | <b>7,608</b>             | <b>3,129</b>           |
| 6       | Finance costs   | 4,809                    | 5,306                  |
| 7       | <b>Profit / (Loss) after finance costs but before tax (5-6)</b>               | <b>2,799</b>             | <b>(2,177)</b>         |
| 8       | Tax expense   | 909                      | (233)                  |
| 9       | <b>Net Profit / (Loss) for the period (7-8)</b>                               | <b>1,890</b>             | <b>(1,944)</b>         |
| 10      | Other Comprehensive Income, net of income tax                                 | 425                      | 2,458                  |
| 11      | <b>Total Comprehensive Income for the period (9+10)</b>                       | <b>2,315</b>             | <b>514</b>             |
| 12      | Paid up equity share capital (Face value of Rs. 5/- each)                     | 13,261                   | 13,159                 |
| 13      | <b>Earnings Per Share (of Rs. 5/- each) (not annualised)</b>                  |                          |                        |
|         | -Basic (In Rs.)   | 0.71                     | (0.74)                 |
|         | -Diluted (In Rs.)   | 0.71                     | (0.74)                 |

Notes:

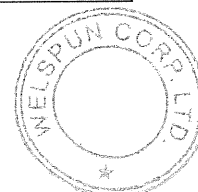
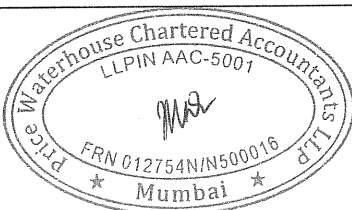
- The above financial results for the quarter ended June 30, 2016 were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on July 28, 2016. The Statutory Auditors have carried out a Limited Review of the above financial results for the quarter ended June 30, 2016. The IND AS compliant financial results pertaining to the relevant periods of the previous period have not been subjected to the Limited Review. However, the Company's Management has exercised necessary due diligence to ensure the financial results provide a true and fair view of its affairs.
- The Company is principally engaged in a single segment viz., Steel products based on nature of products, risks, returns and the internal business reporting system.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (IND AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016, the Company has for the first time adopted IND AS with transition date of April 1, 2015.
- The listed Non-Convertible Debentures of the Company aggregating to Rs.1,293.80 Crores as on June 30, 2016 are secured by first charge ranking pari passu by way of mortgage / hypothecation of entire immovable and movable tangible assets of the Company both present and future and second / floating charge on current assets subject to prior charge in favour of banks for working capital facilities. The Company has maintained 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 format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016, IND AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with IND AS.
- The reconciliation of net profit or loss reported in accordance with Indian GAAP to total comprehensive income in accordance with IND AS is given below:

| Description  | (Rs. In Lacs)                           |
|--|---|
|  | Quarter ended June 30, 2015 (Unaudited) |
| Net profit as per Previous GAAP (Indian GAAP)  | (330)                                   |
| <b>Add / (Less):</b>   |   |
| Effects of measuring investments at Fair value through Profit and Loss                               | (1,514)                                 |
| Effect of accounting of transaction costs on borrowings as per Effective Interest Rate (EIR) method. | (95)                                    |
| Deferred tax impact on IND AS adjustments.   | 1,008                                   |
| Effect of change in method of recognising grants   | (1,012)                                 |
| Others   | (1)                                     |
| <b>Net Loss as per IND AS</b>  | <b>(1,944)</b>                          |
| Other Comprehensive Income, net of income tax (hedging reserve, etc.)                                | 2,458                                   |
| <b>Total Comprehensive Income for the period</b>   | <b>514</b>                              |

For Welspun Corp Limited

Place : Mumbai  
Date : 28 July 2016

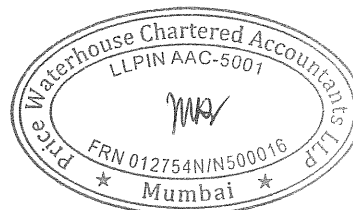
Brajendra Mishra  
Managing Director  
DIN - 00007089



# Price Waterhouse Chartered Accountants LLP

The Board of Directors  
Welspun Corp Limited  
5<sup>th</sup> Floor, Welspun House  
Kamala Mills Compound,  
Senapati Bapat Marg,  
Lower Parel,  
Mumbai-400013.

1. We have reviewed the unaudited financial results of Welspun Corp Limited (the "Company") for the quarter ended June 30, 2016 which are included in the accompanying Statement of 'Unaudited Standalone Financial Results for the quarter ended 30<sup>th</sup> June 2016' together with the notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 1, 2015 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
3. A review is limited primarily to inquiries of company 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
  - a. Note 3 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2016, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.



Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)  
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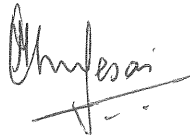
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- b. We were neither engaged to review, nor have we reviewed the comparative figures including the Reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2015 and March 31, 2016 and for the year ended March 31, 2016, and accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2015 and March 31, 2016 and for the year ended March 31, 2016. As set out in note 1 to the Statement, these figures have been furnished by the Management.

Our conclusion is not qualified in respect of these matters.

For Price Waterhouse Chartered Accountant LLP  
Firm Registration Number (FRN 012754N/N500016)



Mehul Desai  
Partner  
Membership Number 103211

Place: Mumbai  
Date: July 28, 2016