



WELSPUN CORP LIMITED

CIN : L27100GJ1995PLC025609

Regd. Office: Welspun City, Village Versamedi Taluka Anjar, Dist. Kutch Gujarat 370110

Corp. Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400013.

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2015

		(Rs Lakhs)			
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		Quarter ended	Quarter ended	Quarter ended	Year ended
		30 June 2015	31 March 2015	30 June 2014	31 March 2015
		Refer Note 2			
		(I)	(II)	(III)	(IV)
1	Income from operations				
a.	Net sales/income from operations	187,657	222,432	138,077	807,112
b.	Other operating income	6,755	11,278	5,611	37,937
	Total income from operations	194,413	233,710	143,688	845,049
2	Expenses				
a.	Cost of materials consumed	139,852	149,962	105,356	581,206
b.	Changes in inventories of finished goods and work-in-progress	(22,049)	(2,731)	(1,038)	2,442
c.	Employee benefits expense	15,702	14,145	11,297	53,144
d.	Depreciation and amortisation expense	11,181	11,880	10,903	43,650
e.	Other expenses	41,359	33,529	22,477	124,036
	Total expenses	186,045	206,785	148,995	804,478
3	Profit/(loss) from operations before other income and finance costs (1-2)	8,368	26,925	(5,307)	40,571
4	Other income	2,597	2,564	2,632	10,859
5	Profit/(loss) from ordinary activities before finance costs (3+4)	10,965	29,489	(2,675)	51,430
6	Finance costs	6,721	6,988	6,819	28,303
7	Profit/(loss) from ordinary activities after finance costs but before tax (5-6)	4,244	22,501	(9,494)	23,127
8	Tax expense (See note 3)	1,806	7,790	(5,725)	1,774
9	Net profit/(loss) from ordinary activities after tax (7-8)	2,438	14,711	(3,769)	21,352
10	Share of profit/(loss) in associates	-	-	-	-
11	Minority interest in profit/(loss)	799	334	5,979	14,449
12	Profit/(loss) after tax for the period (9+10-11)	1,639	14,377	(9,748)	6,904
13	Paid up equity capital (Face value of Rs.5/- each)	13,159	13,159	13,147	13,159
14	Reserves excluding revaluation reserve				266,723
15	Basic and diluted EPS				
	-Basic	0.62*	5.47*	(3.71) *	2.63
	-Diluted	0.62*	5.45*	(3.71) *	2.60
A	Particulars of Shareholding				
1	Public Shareholding				
	Number of shares	156,272,872	162,121,855	162,422,294	162,121,855
	Percentage of shareholding	59.38%	61.60%	61.77%	61.60%
2	Promoters and Promoters Group Shareholding				
a.	Pledged / Encumbered				
	Number of shares	-	-	-	-
	Percentage of Shares (as a % of the total Shareholding of Promoters and Promoters Group)	-	-	-	-
	Percentage of Shares (as a % of the total Share capital of the Company)	-	-	-	-
b.	Non-Encumbered				
	Number of shares	106,903,208	101,054,225	100,526,005	101,054,225
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total Share capital of the Company)	40.62%	38.40%	38.23%	38.40%
B	Investor Complaints				
	Pending at the beginning of the quarter	Nil			
	Received during the quarter	15			
	Disposed of during the quarter	15			
	Remaining unresolved at the end of the quarter	Nil			

* Not Annualised.

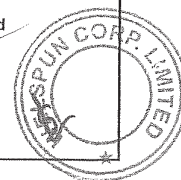
Notes:

- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on 21 July 2015 in terms of Clause 41 of the Listing Agreement.
- The figures for the quarter ended 31 March 2015 are the balancing figures between the audited figures in respect of the full financial year and published year to date figure upto the third quarter of relevant financial year.
- The tax expense for the quarter ended 30 June 2015 includes additional charge for deferred tax liability of Rs. 630 lakhs due to increase in rate of surcharge on Income Tax as per Finance Bill 2015.
- The Company has opted to publish the consolidated financial results. The Standalone financial results are available on the Company's website:

Key Financials	Quarter Ended 30 June 2015	Quarter Ended 31 March 2015	Quarter Ended 30 June 2014	Year Ended 31 March 2015
a) Net Sales / Income from Operations / Other Operating Income (Rs. Lakhs)	135,065	174,494	66,084	494,894
b) Profit Before Tax (Rs. Lakhs)	447	11,688	(10,095)	(2,550)
c) Profit After Tax (Rs. Lakhs)	(330)	7,735	(6,881)	(1,571)
- Segment Reporting as required under Accounting Standard 17 is not applicable to the Company as it operates only in one segment i.e. Steel Products.
- The Statutory Auditors have carried out a Limited Review of the Standalone Results for the quarter ended 30 June 2015.
- Previous year/ period figures have been regrouped and reclassified wherever considered necessary.

For Welspun Corp Limited

Braja Mishra
Managing Director
DIN No.00007089



Place: Mumbai
Date: 21 July 2015



WELSPUN CORP LIMITED

CIN : L27100GJ1995PLC025609

Regd. Office: Welspun City, Village Versamedi Taluka Anjar, Dist. Kutch Gujarat 370110
Corp. Office: Welspun House, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400013.

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2015

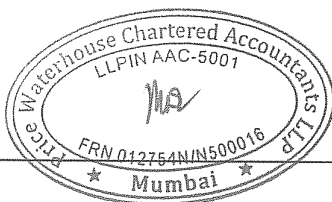
		(Rs Lakhs)			
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		Quarter ended	Quarter ended	Quarter ended	Year ended
		30 June 2015	31 March 2015	30 June 2014	31 March 2015
		Refer Note 2			
		(I)	(II)	(III)	(IV)
1	Income from operations				
	a. Net sales/income from operations	129,528	167,065	61,838	468,314
	b. Other operating income	5,537	7,429	4,246	26,580
	Total income from operations	135,065	174,494	66,084	494,894
2	Expenses				
	a. Cost of materials consumed	78,429	85,111	52,620	310,167
	b. Purchase of stock-in-trade	27,388	61,276	3,830	94,337
	c. Changes in inventories of finished goods and work-in-progress	(1,523)	(2,083)	(1,743)	(378)
	d. Employee benefits expense	4,492	4,268	3,769	17,635
	e. Depreciation and amortisation expense	6,360	6,784	6,351	24,278
	f. Other expenses	16,776	8,548	8,805	44,869
	Total expenses	131,922	163,904	73,632	490,908
3	Profit/(loss) from operations before other income and finance costs (1-2)	3,143	10,590	(7,548)	3,986
4	Other income	2,515	6,280	2,640	14,744
5	Profit/(loss) from ordinary activities before finance costs (3+4)	5,658	16,870	(4,908)	18,730
6	Finance costs	5,211	5,182	5,187	21,280
7	Profit/(loss) from ordinary activities after finance costs but before tax (5-6)	447	11,688	(10,095)	(2,550)
8	Tax expense (See note 3)	777	3,953	(3,214)	(979)
9	Profit/(loss) after tax for the period (7-8)	(330)	7,735	(6,881)	(1,571)
10	Paid up equity capital (Face value of Rs. 5/- each)	13,159	13,159	13,147	13,159
11	Reserves excluding revaluation reserve				173,787
12	Basic and diluted EPS				
	-Basic	(0.13)*	2.94*	(2.62) *	(0.60)
	-Diluted	(0.13)*	2.92*	(2.62) *	(0.60)
A	Particulars of Shareholding				
1	Public Shareholding				
	Number of shares	156,272,872	162,121,855	162,422,294	162,121,855
	Percentage of shareholding	59.38%	61.60%	61.77%	61.60%
2	Promoters and Promoters Group Shareholding				
a.	Pledged / Encumbered				
	No of Shares	-	-	-	-
	Percentage of Shares (as a % of the total Shareholding of Promoters and Promoters Group)	-	-	-	-
	Percentage of Shares (as a % of the total Share capital of the Company)	-	-	-	-
b.	Non-Encumbered				
	No of Shares	106,903,208	101,054,225	100,526,005	101,054,225
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)	100.00%	100.00%	100.00%	100.00%
	Percentage of Shares (as a % of the total Share capital of the Company)	40.62%	38.40%	38.23%	38.40%
B	Investor Complaints				
	Pending at the beginning of the quarter	Nil			
	Received during the quarter	15			
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Notes:

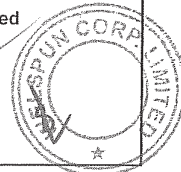
- The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on 21 July 2015 in terms of Clause 41 of the Listing Agreement.
- The figures for the quarter ended 31 March 2015 are the balancing figures between the audited figures in respect of the full financial year and published year to date figure upto the third quarter of relevant financial year.
- The tax expense for the quarter ended 30 June 2015 includes additional charge for deferred tax liability of Rs. 630 lakhs due to increase in rate of surcharge on Income Tax as per Finance Bill 2015.
- Segment Reporting as required under Accounting Standard 17 is not applicable to the Company as it operates only in one segment i.e. Steel Products.
- The Statutory Auditors have carried out a Limited Review of the Standalone Results for the quarter ended 30 June 2015.
- Previous year/ period figures have been regrouped and reclassified wherever considered necessary.

Place: Mumbai
Date: 21 July 2015



For Welspun Corp Limited

Braja Mishra
Managing Director
DIN No.00007089



Price Waterhouse Chartered Accountants LLP

The Board of Directors
Welspun Corp Limited
5th Floor, Welspun House
Kamala Mills Compound
Senapati Bapat Marg
Lower Parel, Mumbai – 400 013

1. We have reviewed the results of Welspun Corp Limited (the “Company”) for the quarter ended June 30, 2015 which are included in the accompanying ‘Unaudited Standalone financial results for the Quarter ended 30 June 2015’, except for the disclosures regarding ‘Public Shareholding’ and ‘Promoter and Promoter Group Shareholding’ which have been traced from disclosures made by the Management but have neither been reviewed nor been audited by us. The Statement has been prepared by the Company pursuant to Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialled by us for identification purposes. This Statement is the responsibility of the Company’s management and has been approved by the Board of Directors. 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 financial statements are 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. We have only traced the disclosures regarding ‘Public Shareholding’ and ‘Promoter and Promoter Group Shareholding’ in the Statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
5. The unaudited financial information of the Company for the quarter ended June 30, 2014 were reviewed by another firm of Chartered Accountants who, vide their review report dated August 7, 2014 expressed an unmodified opinion on the aforesaid financial information.
6. 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 the applicable Accounting Standards notified pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Price Waterhouse Chartered Accountants LLP
(FRN No 012754N/N500016)



Mehul Desai
Partner
Membership Number : 103211

Place : Mumbai
Date : July 21, 2015

Price Waterhouse Chartered Accountants LLP, 252, Veer Savarkar Marg, Shivaji Park, Dadar (West)
Mumbai - 400 028
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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)

BUSINESS UPDATE

July 21, 2015

Stable Performance; FY16 outlook remains positive

Welspun Corp Ltd. (WCL), the flagship Company of the US\$ 3 billion Welspun Group, announced its consolidated financial results for the first quarter of Financial Year 2015-16.

Consolidated Performance Highlights:

Figures in Rs. million unless specified

Particulars	Q1 FY16	Q1 FY15	Q4 FY15
Pipe Production (K MT)	274	213	294
Pipe Sales (K MT)	253	216	292
Income from Operations	19,441	14,369	23,371
EBITDA	2,214	823	4,137
Operational EBITDA	2,291	553	2,838
Finance Cost	672	682	699
Depreciation and Amortisation	1,118	1,090	1,188
PBT	424	(949)	2,250
PAT after Minorities & Associates	164	(975)	1,438
Cash PAT	1,658	19	3,557

Notes: a) Operational EBITDA = Reported EBITDA – Non-operational income – Unrealised forex gain/ (loss)

b) Cash PAT = PBT – Current tax + Depreciation – Post-tax Unrealised forex gain/ (loss)

c) Previous period figures have been regrouped, wherever necessary

The Company reported production and sales of pipes for Q1 at 274 KMT and 253 KMT; representing 29% and 17% growth respectively over last year (Q1FY15). The growth was driven by strong performance in the Indian LSAW and HSAW operations and the U.S. spiral mill. The Company continues to maintain its pre-eminent global position in the industry.

The total order book as on date stands at a healthy 828 K MT, valued at approximately Rs.58 billion.

Driven by higher volumes and realisations, net sales in Q1FY16 were significantly higher compared to Q1FY15. Sales were boosted by operations of the US mill which was on maintenance shutdown in Q1FY15. Operational EBITDA for the quarter came in at Rs 2,291 million, as compared to Rs 553 million last year, driven by all-round better performance.

Finance Cost was at Rs. 672 million (Rs. 682 million in Q1 FY15) while depreciation was at Rs 1,118 million (Rs. 1,090 million in Q1 FY15); both put together in line with the previous year figures.

The Company's focus on deleveraging continues, and management is taking all steps to conserve cash. Gross debt as at 30th June 2015 stands at Rs.30,725 million vs. Rs.30,205 million at the end of FY15 due to higher working capital loans taken for ramping up production levels. After deducting cash and cash equivalents, net debt at the end of the quarter was at Rs.18,043 million, lower compared to Rs.19,095

BUSINESS UPDATE

million at the end of FY15, partly driven by higher client advances. At the end of the quarter, net worth stood at Rs. 28,537 million implying a net debt/equity of 0.63x as compared to 0.68x at FY15 end.

Business outlook:

Business outlook continues to be strong despite weakness in oil price. With the fall in oil price, customers are getting more sensitive to transportation costs and are preferring pipelines over rail and road. Consequently, the North American bid pipeline continues to be strong, driven by robust activity in the region. Middle Eastern demand, driven largely by gas pipeline projects continues to be strong. There are early signs of recovery in activity in India as well, primarily driven by water pipeline projects. There is an interesting line-up of projects across regions (including Latin America and Europe) coming up in the foreseeable future.

Commenting on the results, Mr B. K. Goenka, Chairman, Welspun Group said, "Despite volatility in energy prices, pipeline projects and related capital expenditure schedules have not perceptibly changed. We are in a good position, due to our healthy order book combined with a robust project pipeline and our strong financials. We continue to focus on cost-optimisation to enhance profitability."

About Welspun Corp Ltd. (WCL)

Welspun Corp is a one-stop service provider offering complete pipe solutions with a capability to manufacture line pipes ranging from ½ inch to 140 inches, along with specialized coating, double jointing and bending. With current capacity of 2.425 million MTPA in Dahej, Anjar and Mandya in India; Little Rock in the USA and Dammam in Saudi Arabia, Welspun takes pride in being a preferred supplier to most of the Fortune 100 Oil & Gas companies. With 360 degree abilities, Welspun Corp has undertaken some of the most challenging projects in different parts of the world. With business excellence being a clear focus, the company is on the path of innovation and technology edge supported by its state-of-the-art facilities and global scale operations. For more information, please visit www.welspuncorp.com.

DISCLAIMER:

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 Corp Ltd. or any of its affiliates. Neither Welspun Corp 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.