

Welcast Steels Limited

Plot No. 15, Phase 1, Peenya Industrial Area, Bangalore - 560 058. INDIA
Phones : (91-80) 2839 4058, 2839 4059, 6450 2100, 6450 3269.
CIN : L27104KA1972PLC002163



WSL/FINDPT/SE/AR-31.03.2015

4th July 2015

To,
Manager - Listing
Bombay Stock Exchange Limited,
Floor 25, P.J. Towers
Dalal Street,
MUMBAI - 400 001

Dear Sir,

**Sub: Discrepancies in the Financial Results for the Quarter / Year ended March 2015.
(Submission of Limited Review Report instead of Audit Report)**
Ref: Script Code: 504988


With reference to the above subject and the email dated 1st July 2015 received from your good office we hereby submit Audit Report for the Quarter / Year ended 31st March 2015 in place of Limited Review Report alongwith Audited Financial Results as required under Clause 41 of the Listing Agreement.

We request your good office to take the above information on records.

Inconvenience caused may please be regretted.

Thanking you.

Yours faithfully,
For **Welcast Steels Limited**,


(Rajendra Kumar)
Compliance Officer



Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the
Clause 41 of the Listing Agreement

TO THE BOARD OF DIRECTORS OF
WELCAST STEELS LIMITED

1. We have audited the Quarterly Financial Results of **WELCAST STEELS LIMITED** ('the Company') for the Quarter ended 31st March 2015 and the year- to- date results for the period 1 April 2014 to 31st March 2015, attached herewith, being submitted by the Company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. The financial results for the quarter ended 31st March, 2015 have been prepared on the basis of the financial results for nine month period ended December 31, 2014, the audited financial statements as at and for the year ended March 31, 2015, and the relevant requirements of clause 41 of the listing agreement and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.
2. Our responsibility is to express an opinion on these financial results based on:
 - a. our review of the financial results for the nine month period ended December 31, 2014 which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Accounting Standards specified under section 133 of the Companies Act, 2013 (the "Act"), read with the Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India;
 - b. our audit of annual financial statements as at and for the year ended March 31, 2015; and
 - c. relevant requirements of clause 41 of the listing agreement.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results:
 - (i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
 - (ii) give a true and fair view of the net Profit and other financial information for the Quarter ended 31st March 2015 as well as the year to date results for the period from 1st April 2014 to 31st March 2015.

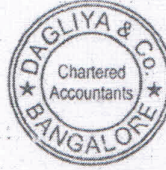
BRANCHES AT : CHENNAI & SECUNDERABAD





5. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2015 represent the balancing figures between the audited figures in respect of the financial year ended March 31, 2015 and published year-to-date figures up to December 31, 2014 being the date of the end of third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under clause 41 (1) (d) of the listing agreement.
6. Further read with paragraph 1 above, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of clause 35 of the Listing Agreement and found the same to be correct.

Place of Signature: Bengaluru
Date: 2nd May, 2015



For Dagliya & Co.
Chartered Accountants
(FRN 000671S)
Manohara Gupta
(P.MANOHARA GUPTA)
Partner
Membership No: 16444

WELCAST STEELS LIMITED

Regd. Office.: No 15, Phase I Peenya Industrial Area, Bengaluru -560058

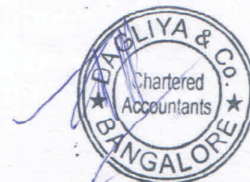
Telephone No 28394058 /28394059 CIN : L27104KA1972PLC002163

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2015

(Rs. in Lacs)

Sr. No.	Particulars	STANDALONE FINANCIALS				
		Quarter ended			Year ended	
		31.03.2015	31.12.2014	31.03.2014	31.03.2014	31.03.2015
		Audited	Un-Audited	Audited	Audited	Audited
	(1)	(2)	(3)	(4)	(5)	
1	Net Sales / Income from operations	3,300.94	4,425.34	6,225.73	23,767.66	20,321.81
	Other Operating Income	8.11	0.28	6.36	23.18	14.11
	Total Income	3,309.05	4,425.62	6,232.09	23,790.84	20,335.92
2	Expenditure :					
	a) Increase / (Decrease) in Stock in trade & Work in Progress	76.20	237.69	29.98	(42.54)	114.60
	b) Consumption of Raw Materials	2,147.06	2,713.14	4,084.38	15,557.53	13,401.38
	b) Trading Purchase		-	-	-	-
	c) Power charges	428.49	534.77	758.13	3,124.00	2,557.88
	d) Employee Cost	214.05	218.82	230.20	922.29	910.89
	e) Depreciation	56.65	35.98	36.57	146.65	177.35
	f) Other Expenditure	580.06	715.50	964.24	3,621.44	3,188.20
	g) Total Expenditure (a+b+c+d+e+f)	3,502.51	4,455.90	6,103.50	23,329.37	20,350.30
3	Profit from Operations before other Income, Interest & Exceptional Items (1-2)	(193.45)	(30.28)	128.59	461.47	(14.38)
4	Other Income	6.40	16.96	2.52	43.15	77.46
5	Profit before Interest & Exceptional Items (3+4)	(187.05)	(13.32)	131.11	504.62	63.08
6	Interest	23.64	11.71	14.39	62.38	53.66
7	Profit after Interest but before Exceptional Items (5-6)	(210.69)	(25.03)	116.72	442.24	9.42
8	Exceptional Items	18.73	-	-	-	18.73
9	Profit (+) /Loss (-) from Ordinary Activities before Tax (7+8)	(191.96)	(25.03)	116.72	442.24	28.15
10	Provision for Taxation					
	(i) Current Tax	(64.20)	(8.70)	40.80	151.94	15.50
	(ii) Deferred Tax	31.91	(3.31)	(4.83)	(11.10)	18.01
	(iii) Tax adjustment previous year	-	(2.86)	-	-	(2.86)
	Total Tax (i+ii)	(32.29)	(14.87)	35.97	140.84	30.65
11	Profit (+) /Loss (-) from Ordinary Activities after Tax (9-10)	(159.67)	(10.16)	80.75	301.40	(2.50)
12	Extraordinary Items (Net of Tax Expenses Rs. NIL).	-	-	-	-	-
13	Net Profit (+) / Loss (-) for the period (11-12)	(159.67)	(10.16)	80.75	301.40	(2.50)
14	Less: Minority Interest					
15	Net Profit after Minority Interest (13-14)	(159.67)	(10.16)	80.75	301.40	(2.50)
16	Less: Prior Period Adjustment	-	-	-	3.42	-
17	Net Profit after Adjustment (15-16)	(159.67)	(10.16)	80.75	297.98	(2.50)
18	Paid-up Equity Share Capital	63.82	63.82	63.82	63.82	63.82
19	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous accounting year				3030.91	3002.20
20	Earning Per Share (EPS)	-25.02	(1.59)	12.65	46.69	-0.39
	Basic and diluted EPS before & after Extraordinary items for the period, for the year to date and for the previous year (not to be annualised)	-25.02	-1.59	12.65	46.69	-0.39
21	Public Shareholding					
	No. of Equity Shares	160500	1,60,500	160500	160500	160500
	Percentage of Shareholding	25.15%	25.15%	25.15%	25.15%	25.15%
22	Promoters & Promoter group Shareholding					
	(a) - Pledged/Encumbered Number of Shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N.A.	N.A.	N.A.	N.A.	N.A.
	- Percentage of shares (as a % of the total share capital of the Company).	N.A.	N.A.	N.A.	N.A.	N.A.
	(b) Non-encumbered					
	- Number of Shares	477661	4,77,661	477661	477661	477661
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	74.85%	74.85%	74.85%	74.85%	74.85%
	- Percentage of shares (as a % of the total share capital of the Company).	74.85%	74.85%	74.85%	74.85%	74.85%

[Handwritten Signature]

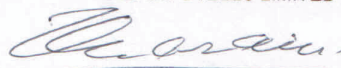


a	The above results were taken on record at the meeting of the Board of Directors held on 02.05.2015	
b	Contingent liability to the extent not provided in respect of disputed ,Service tax Rs.116.64 lacs and interest on arrears of lease rent paid Rs.7.60 lacs, and Customs Duty Rs 711.03 Lacs	
	Effective from 1st April, 2014, the company has charged depreciation based on revised remaining useful life of the assets on their net book value on prospective basis as per the requirement of Schedule II to the Companies Act, 2013 under WDV Method as against the practice of charging depreciation on WDV basis in respect of Assets acquired after 01.04.1996 and on SLM basis in respect of Assets acquired upto 31.03.1996 at the rates and the manner prescribed under Schedule XIV of the Companies Act, 1956. Consequent to the above change depreciation charge for the quarter ended 31st March, 2015 is higher by Rs 21.67 lakhs. Further based on transitional provision provided in Note 7 (b) of Schedule II, the net book value (after retaining the residual value) in respect of those assets where remaining useful life is nil, amounting to Rs 12.27 lakhs(Net of Deferred Tax) has been charged to retained earnings.	
c	Deferred tax represents estimated liability /asset in respect of timing differences of current year, provided in accordance with the mandatory accounting standard "Accounting for taxes on income"(AS-22).	
d	Previous period's/year's figures have been regrouped/reclassified to conform to current period/ year classifications.	
e	AIA Engineering Limited holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.	
f	The board has recommended a dividend of Rs. 2/- Per equity share of Rs.10/- each, subject to approval of the members of the company at the forthcoming annual general meeting.	
g	The company manufactures and deals with a single product, Alloy steel Cast Grinding Media. Also Company's operations are solely situated in India. Hence there are no reportable segments as required by AS - 17 "Segment Reporting" prescribed under the Companies (Accounting Standards) Rules, 2006.	
h	INVESTOR COMPLAINTS	
	3 MONTHS ENDED (31/03/2015)	
	Pending at the beginning of the quarter	0
	Received during the quarter	4
	Disposed of during the quarter	4
	Remaining unresolved at the end of the quarter	0
i	Statement of Assets and Liabilities as at the end of 31.03.2015	

Standalone statement of Assets and Liabilities		As at (Current year ended) 31.03.2015	As at (Previous year ended) 31.03.2014
Particulars			
A	EQUITY AND LIABILITIES		
1	Share holders' funds		
	a) Share Capital	63.84	63.84
	b) Reserves and surplus	3,011.32	3,041.45
	Sub -- total Shareholders' funds	3,075.16	3,105.29
2	Minority interest*		
3	Non - Current Liabilities		
	a) Long -term borrowings		
	b) Deferred tax liabilities (net)		
	c) Other Long-term liabilities		
	d) Long term provisions	161.88	159.70
	Sub -- total Non-current liabilities	161.88	159.70
4	Current liabilities		
	a) Short-term borrowings	905.28	325.00
	b) Trade payables	641.34	1,375.37
	c) Other current liabilities	80.17	82.26
	d) Short term provisions	85.66	113.95
	Sub -- total current liabilities	1,712.45	1,896.58
	TOTAL - EQUITY AND LIABILITIES	4,949.49	5,161.57
B	ASSETS		
1	Non-current assets		
	a) Fixed Assets	524.46	616.80
	b) Goodwill on consolidation*		
	c) Non-current investments	0.01	0.01
	d) Deferred taxes Assets (net)	135.27	147.79
	e) Long term loans and advances	621.39	621.87
	f) Other non-current assets	0.09	0.09
	g) Capital work in progress		
	Sub -- total Non-current Assets	1,281.22	1,386.56
2	Current Assets		
	a) Current investments		
	b) Inventories	2,037.36	1,730.05
	c) Trade receivables	794.09	342.33
	d) Cash and cash equivalents	19.63	112.04
	e) Short-term loans and advances	774.25	1,582.99
	f) Other current assets		
	Sub -- total Current Assets	3,668.28	3,775.01
	TOTAL - ASSETS	4,949.49	5,161.57


* Applicable in the case of consolidated statement of assets and liabilities.

for WELCAST STEELS LIMITED



VINOD NARAIN
CHAIRMAN

For DAGLIYA & Co
Chartered Accountants
F.R.N. 07/15


(YASWANTH DAGLIYA)
Partner
M.No. 9124

Place: Bengaluru
Date : 02.05.2015