

AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2014

Part I		Quarter ended			Year ended	
Sr. No.	Particulars	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	a. Net Sales/ Income from Operations (Net of excise duty)	103,970.49	101,778.21	66,515.99	399,270.93	326,408.81
	b. Other Operating Income	14,525.77	12,897.05	9,178.63	50,271.59	38,322.36
	Total Income from Operation (Net)	118,496.26	114,675.26	75,694.62	449,542.52	364,731.17
2	Expenses					
	a. Cost of Materials Consumed (Refer note 3)	62,993.50	56,120.02	34,531.99	226,733.83	176,841.04
	b. Employees Benefit Expenses	9,745.80	8,729.00	6,612.04	33,999.81	27,661.46
	c. Depreciation and Amortisation Expenses (Refer note 4 and 5 below)	8,386.65	5,007.63	3,893.49	68,633.08	14,486.20
	d. Power, Fuel and Water Charges	2,089.34	2,379.15	5,931.31	11,740.98	26,327.19
	e. Other Expenses	21,628.83	23,429.16	17,089.73	84,956.22	74,442.27
	Total Expenses	104,844.11	93,664.96	68,058.56	426,064.52	319,758.16
3	Profit (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	13,652.15	19,010.30	7,636.06	23,478.30	44,973.01
4	Other Income	2,891.31	3,439.40	1,905.54	10,414.97	4,922.09
5	Profit (Loss) from Ordinary Activities before Finance Costs and Exceptional Items (3+4)	16,543.46	22,449.70	9,541.60	33,893.27	49,895.10
6	Finance Costs	6,330.46	5,682.83	5,010.10	23,521.09	19,769.31
7	Profit (Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	10,213.00	16,766.87	4,531.50	10,372.18	30,125.79
8	Exceptional Items Gain/(Loss)	-	-	(310.77)	-	(310.77)
9	Profit (Loss) from Ordinary Activities before Tax (7+8)	10,213.00	16,766.87	4,220.73	10,372.18	29,815.02
10	Tax Expense					
	Provision for Taxation - Current Tax (Net)	3,774.02	5,074.40	(4,619.31)	17,848.85	4,165.91
	Less : Minimum Alternative Tax Credit Availed	(80.30)	117.80	6.00	(1,211.70)	(1,330.00)
	Provision for Taxation - Deferred Tax	(1,600.06)	611.84	2,514.99	(14,647.77)	4,496.76
	Total	2,093.66	5,804.04	(2,098.32)	1,989.38	7,332.67
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	8,119.34	10,962.83	6,319.05	8,382.80	22,482.35
12	Extraordinary Items	-	-	-	-	-
13	Net Profit/ (Loss) for the period (11-12)	8,119.34	10,962.83	6,319.05	8,382.80	22,482.35
14	Share of Associate's Net Profit/(loss)	-	-	-	-	-
15	Minority's Share of Profit/ (Loss) in Certain Subsidiary Companies	(56.20)	14.15	-	(824.46)	-
16	Net Profit/ (Loss) (13+14-15)	8,175.54	10,948.68	6,319.05	9,207.26	22,482.35
17	Paid-up Equity Share Capital (Shares of Rs. 10 each) (Refer Note 8 below)	10,034.65	10,028.45	10,002.70	10,034.65	10,002.70
18	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year					89,014.53
19	Earnings Per Share (EPS) in Rs.					
	a) Basic before Extraordinary Items	8.16*	10.94*	6.32*	9.19	22.55
	b) Diluted before Extraordinary Items	8.15*	10.94*	6.28*	9.18	22.46
	c) Basic after Extraordinary Items	8.16*	10.94*	6.32*	9.19	22.55
	d) Diluted after Extraordinary Items	8.15*	10.94*	6.28*	9.18	22.46

Part II		Quarter ended			Year ended	
Sr. No.	Particulars	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
A	Particulars of Shareholding					
1	Public Shareholding					
	a) Number of Shares	26,991,481	31,332,098	31,724,585	26,991,481	31,724,585
	b) Percentage of Shareholding	27%	31%	32%	27%	32%
2	Promoters and Promoter Group Shareholding					
	a. Pledged/Encumbered					
	- Number of Shares	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total shareholding of Promoters and Promoter Group)	NIL	NIL	NIL	NIL	NIL
	- Percentage of Shares (as a % of the total Share capital of the Company)	NIL	NIL	NIL	NIL	NIL
	b. Non-Encumbered					
	- Number of Shares	73,355,034	68,952,417	68,302,430	73,355,034	68,302,430
	- Percentage of Shares (as a % of the total shareholding of Promoters and Promoter Group)	100%	100%	100%	100%	100%
	- Percentage of Shares (as a % of the total Share capital of the Company)	73%	69%	68%	73%	68%

* Not Annualised

B Information on investors complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended March 31, 2014.

Particulars	Opening	Additions	Disposals	Closing
Number of Complaints	-	8	8	-

Notes:

- The above financial results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on May 20, 2014.
- The Standalone Financial results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at its meeting held on May 20, 2014 and will be made available to BSE and NSE and will be posted on the company's website www.welspun.com. The key information related to standalone financial results are given below:

(Rs in lacs)

Particulars	Quarter Ended			Year Ended	
	31.03.2014 (Unaudited)	31.12.2013 (Unaudited)	31.03.2013 (Unaudited)	31.03.2014 (Audited)	31.03.2013 (Audited)
Total Income From Operations (net)	93,402.27	95,964.27	73,259.63	353,120.24	304,294.50
Profit from Ordinary Activities before Tax	14,968.02	15,214.46	3,470.02	4,463.25	22,716.52
Net Profit from Ordinary Activities after tax	9,866.49	10,106.67	5,232.98	2,983.52	17,979.02
Net Profit	9,866.49	10,106.67	5,382.93	2,983.52	17,140.51
Earnings/(Loss) Per Share in Rs.					
a) Basic after Extraordinary Items	9.83*	10.08*	5.40*	2.98	17.19
b) Diluted after Extraordinary Items	9.84*	10.07*	5.38*	2.98	17.12

* Not Annualised

- Cost of material consumed in above results include Purchases of Stock-in-trade and changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade.
- During the quarter ended September 30, 2013, the management re-assessed the method of providing depreciation on its plant and machinery (other than electrical installations) after taking into consideration the type of assets, nature of their use etc. Based on the re-assessment, the Company changed the method of providing depreciation from straight-line method to reducing balance method as it was considered that it would result in more appropriate preparation and presentation of the Financial Statements of the company. Accordingly, depreciation was recalculated under the reducing balance method for the period from the date on which the assets came into use upto June 30, 2013 in accordance with Accounting Standard 6 "Depreciation Accounting" notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006, as amended]. The incremental depreciation of Rs. 46,309.58 lacs for the period upto June 30, 2013 arising from the change was provided during the year. In addition to the aforementioned incremental depreciation, depreciation for the period July 1, 2013 to March 31, 2014 is higher by Rs. 1,071.31 lacs due to the change in the method. Accordingly, depreciation and amortization expenses for the year ended March 31, 2014 is higher by Rs. 47,380.89 lacs on and profit before tax for the year ended March 31, 2014 is lower by Rs. 47,380.89 lacs with a consequential impact on profit after tax for the year.

Had the method of depreciation not been changed, profit before tax for the year ended March 31, 2014 would have been Rs. 57,753.07 lacs as against the profit before tax of Rs. 10,372.18 lacs.

- In order to maintain consistent accounting policies in accordance with Accounting Standard 21, Welspun Captive Power Generation Limited (WCPGL), a 68% subsidiary of the Company has also provided depreciation on its plant and machinery on reducing balance method. WCPGL has commenced commercial operations during the year and as such there is no change in the method of depreciation. In case WCPGL had provided depreciation on straight-line method on its plant and machinery, depreciation for the year ended March 31, 2014 would have been lower by Rs. 3,291.83 lacs.

6 Unaudited Consolidated Segment wise Revenue, Results and Capital Employed

(Rs in lacs)

Sr No.	Particulars	Quarter Ended		Year Ended
		31.03.2014 (Unaudited)	31.12.2013 (Unaudited)	31.03.2014 (Audited)
1	Segment Revenue			
	a) Home Textiles	114,606.34	113,760.90	442,788.76
	b) Power	8,418.21	5,732.52	22,500.74
	Total	123,024.55	119,493.42	465,289.50
	Less : Inter Segment Revenue	4,528.29	4,818.16	15,746.98
	Net Income from Operation	118,496.26	114,675.26	449,542.52
2	Segment Results			
	a) Home Textiles	18,301.40	20,908.22	33,116.93
	b) Power	(2,397.60)	922.25	(2,024.38)
	Total	15,903.80	21,830.47	31,092.55
	Less: Finance Cost	6,330.46	5,682.83	23,521.09
	Add : Un-allocable income net of un-allocable Expenses	639.66	619.23	2,800.72
	Profit before Tax	10,213.00	16,766.87	10,372.18
3	Capital Employed (Segment Assets - Segment Liabilities)			
	a) Home Textiles	365,543.05	324,658.60	365,543.05
	b) Power	37,089.58	37,917.33	37,089.58
	c) Unallocated Capital Employed	(288,503.09)	(259,077.57)	(288,503.09)
	Total	114,129.53	103,498.36	114,129.53

The Company operated in a single segment upto March 31, 2013.

7 Disclosure of Balance Sheet items as per Clause 41 of the Listing Agreement

(Rs in lacs)

Sr No.	Particulars	As At	
		31.03.2014 (Audited)	31.03.2013 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	10,034.65	10,002.70
	(b) Reserves and Surplus	100,929.00	89,014.53
	Sub-total - Shareholders' Funds	110,963.65	99,017.23
2	Share application money pending allotment	5.16	-
3	Minority Interest	3,160.61	2,500.00
4	Non-current Liabilities		
	(a) Long-term Borrowings	167,947.70	100,387.76
	(b) Deferred Tax Liabilities(net)	4,342.79	19,167.09
	(c) Other Long-term Liabilities	5,995.74	62.96
	(d) Long-term Provisions	9,537.62	679.84
	Sub-total - Non-current Liabilities	187,823.85	120,297.65
5	Current Liabilities		
	(a) Short-term Borrowings	113,487.70	91,658.46
	(b) Trade Payables	61,444.33	49,286.74
	(c) Other Current Liabilities	35,592.28	20,301.61
	(d) Short-term Provisions	4,362.48	2,728.44
	Sub-total - Current Liabilities	214,886.79	163,975.25
	TOTAL - EQUITY AND LIABILITIES	516,840.06	385,790.13
	ASSETS		
1	Non-current Assets		
	(a) Fixed Assets	237,703.21	168,611.70
	(b) Goodwill on Consolidation	18,386.10	17,539.40
	(c) Non-current Investments	4,732.63	5,371.38
	(d) Long-term Loans and Advances	12,322.31	15,592.01
	(e) Other Non-current Assets	10,216.58	13,966.34
	Sub-total - Non-current Assets	283,360.83	221,080.83
2	Current Assets		
	(a) Current Investments	6,413.73	3,939.50
	(b) Inventories	100,943.86	82,052.59
	(c) Trade Receivables	41,170.46	27,497.49
	(c) Cash and Bank Balances	23,321.49	17,243.76
	(e) Short-term Loans and Advances	41,441.20	27,271.63
	(f) Other Current Assets	20,188.49	6,704.33
	Sub-total - Current Assets	233,479.23	164,709.30
	TOTAL - ASSETS	516,840.06	385,790.13

8 Pursuant to the WELSPON 2005, 2,265,000 options were granted to certain eligible employees upto March 31, 2014, of which 953,500 options were forfeited and 1,193,000 options have been exercised. During the quarter ended March 31, 2014, on exercise of the stock options, the Company has allotted 144,500 equity shares of Rs. 10 each to employees resulting in increase in paid-up share capital by Rs. 14.45 lacs and Securities Premium Account by Rs. 36.99 lacs. As on March 31, 2014, 118,500 options were outstanding.

9 The Board of Directors at their meeting held on May 20, 2014 recommended final dividend of Rs. 3 per equity share having nominal value of Rs. 10 per share.

10 Prior period comparatives have been reclassified to conform with the current period's presentation, wherever applicable.

FOR AND ON BEHALF OF BOARD