VA TECH WABAG LIMITED

CIN: L45205TN1995PLC030231

Regd. office: "WABAG HOUSE" No.17, 200 Feet Thoraipakkam- Pallavaram Main Road, Sunnambu Kolathur, Chennai 600 117

PART I

(Rs. In Lakhs)

Sl. No	Particulars	STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014						STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE THIRD QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014					
		Quarter Ended			Nine Months Ended		Year Ended	Quarter Ended			Nine Months Ended		Year Ended
		Dec 31, 2014	Sept 30, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	March 31, 2014	Dec 31, 2014	Sept 30, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	March 31, 2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income from operations**												
	a) Net Sales/Income from operations (Net of excise duty)	61,850	50,613	58,338	1,52,266	1,33,351	2,23,015	29,339	23,386	28,905	65,238	62,146	1,13,999
	b) Other operating income	91	83	592	476	743	845	264	223	213	923	530	1,225
	Total Income from operations (net) (a) + (b)	**61,941**	**50,696**	**58,930**	**1,52,742**	**1,34,094**	**2,23,860**	**29,603**	**23,609**	**29,118**	**66,161**	**62,676**	**1,15,224**
2	**Expenses**												
	a. Cost of materials consumed	48,252	42,915	44,452	1,20,947	1,01,372	1,68,878	23,411	21,942	22,131	53,586	47,697	86,718
	b. Changes in inventories	68	(4,487)	773	(5,106)	(2,020)	915	350	(4,281)	824	(4,587)	(1,514)	145
	c. Employee benefits expense	7,475	6,418	6,274	19,488	17,192	22,174	1,817	2,143	2,069	6,127	5,844	8,019
	d. Depreciation and amortisation expense (Refer Note 4)	545	552	449	1,429	1,156	1,501	325	333	195	415	540	809
	e. Other expenses	1,915	2,565	2,997	7,847	7,380	10,993	479	1,449	1,352	3,982	3,391	5,113
	Total expenses (a+b+c+d+e)	**58,255**	**47,963**	**54,945**	**1,44,605**	**1,25,080**	**2,04,461**	**26,382**	**21,586**	**26,571**	**59,523**	**55,958**	**1,00,804**
3	**Profit/(Loss) from operations before other income, finance costs, Foreign exchange fluctuation (Gain)/Loss and exceptional items (1) - (2)**	**3,686**	**2,733**	**3,985**	**8,137**	**9,014**	**19,399**	**3,221**	**2,023**	**2,547**	**6,638**	**6,718**	**14,420**
4	Interest and Finance Charges/(Income) (Net of Interest and Dividend Income)	609	617	461	1,811	724	1,235	224	204	60	536	(104)	73
5	Foreign Exchange Fluctuation (Gain)/ Loss	370	(173)	335	(234)	1,626	2,050	338	70	27	313	907	1,120
6	**Profit/(Loss) from ordinary activities after finance costs and Foreign exchange fluctuation (Gain)/Loss but before exceptional items (3) - (4) - (5)**	**2,707**	**2,289**	**3,189**	**6,560**	**6,664**	**16,114**	**2,659**	**1,749**	**2,460**	**5,789**	**5,915**	**13,227**
7	Exceptional Items	-	-	-	-	-	506	-	-	-	-	-	-
8	**Profit/(Loss) from Ordinary Activities before tax (6) + (7)**	**2,707**	**2,289**	**3,189**	**6,560**	**6,664**	**16,620**	**2,659**	**1,749**	**2,460**	**5,789**	**5,915**	**13,227**
9	Tax expense	1,299	868	1,023	2,644	2,492	5,258	892	585	815	1,941	1,963	4,369
10	**Profit/(Loss) from Ordinary Activities after tax (8) - (9)**	**1,408**	**1,421**	**2,166**	**3,916**	**4,172**	**11,362**	**1,767**	**1,164**	**1,645**	**3,848**	**3,952**	**8,858**
11	Extraordinary items	-	-	-	-	-	-	-	-	-	-	-	-
12	**Net Profit/(Loss) for the period (10) - (11)**	**1,408**	**1,421**	**2,166**	**3,916**	**4,172**	**11,362**	**1,767**	**1,164**	**1,645**	**3,848**	**3,952**	**8,858**
13	Share of Profit/(Loss) of Associates	8	137	21	105	50	63	-	-	-	-	-	-
14	Minority interest	33	(3)	16	60	26	90	-	-	-	-	-	-
15	**Net Profit/(Loss) after taxes, minority interest and share of Profit/(loss) from Associates (12)+(13)-(14)**	**1,383**	**1,561**	**2,171**	**3,961**	**4,196**	**11,335**	**1,767**	**1,164**	**1,645**	**3,848**	**3,952**	**8,858**
16	**Paid-up equity share capital (face value Rs.2/- each)**	**542**	**536**	**531**	**542**	**531**	**532**	**542**	**536**	**531**	**542**	**531**	**532**
17	**Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year**						**83,563**						**59,751**
18	**Earnings Per Share (EPS) (of face value Rs.2/- each) (In Rupees) (Not annualized)**												
	a) Basic EPS before Extraordinary items	**5.16**	**5.84**	**8.16**	**14.78**	**15.78**	**42.61**	**6.59**	**4.36**	**6.18**	**14.36**	**14.86**	**33.30**
	b) Diluted EPS before Extraordinary items	**5.10**	**5.74**	**8.10**	**14.62**	**15.66**	**42.14**	**6.52**	**4.28**	**6.14**	**14.20**	**14.75**	**32.93**
	c) Basic EPS after Extraordinary items	**5.16**	**5.84**	**8.16**	**14.78**	**15.78**	**42.61**	**6.59**	**4.36**	**6.18**	**14.36**	**14.86**	**33.30**
	d) Diluted EPS after Extraordinary items	**5.10**	**5.74**	**8.10**	**14.62**	**15.66**	**42.14**	**6.52**	**4.28**	**6.14**	**14.20**	**14.75**	**32.93**

PART II

SELECT INFORMATION FOR THE THIRD QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2014

A	**PARTICULARS OF SHAREHOLDING**												
1	**Public Shareholding**												
	- Number of shares	**1,91,90,193**	**1,89,15,671**	**1,85,13,017**	**1,91,90,193**	**1,85,13,017**	**1,85,35,428**	**1,91,90,193**	**1,89,15,671**	**1,85,13,017**	**1,91,90,193**	**1,85,13,017**	**1,85,35,428**
	- Percentage of shareholding	**70.87%**	**70.57%**	**69.69%**	**70.87%**	**69.69%**	**69.70%**	**70.87%**	**70.57%**	**69.69%**	**70.87%**	**69.69%**	**69.70%**
2	**Promoters and Promoters group shareholding**												
	1) Pledged/Encumbered												
	- Number of shares	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**
	- Percentage of shares (as a % of the total shareholding of the promoter and the promoter group)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**
	- Percentage of shares (as a % of total share capital of the company)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**
	2) Non-encumbered												
	- Number of shares	**78,86,702**	**78,86,702**	**80,51,702**	**78,86,702**	**80,51,702**	**80,56,702**	**78,86,702**	**78,86,702**	**80,51,702**	**78,86,702**	**80,51,702**	**80,56,702**
	- Percentage of shares (as a % of the total shareholding of the promoter and the promoter group)	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**	**100.00%**
	- Percentage of shares (as a % of total share capital of the company)	**29.13%**	**29.43%**	**30.31%**	**29.13%**	**30.31%**	**30.30%**	**29.13%**	**29.43%**	**30.31%**	**29.13%**	**30.31%**	**30.30%**

B	**INVESTOR COMPLAINTS** (3 months ended December 31, 2014)	**Pending at the beginning of the quarter - NIL**	**Received during the quarter – 3**	**Disposed off during the quarter - 3**	**Remaining unresolved at the end of the quarter - NIL**

Segment-wise Revenue, Result and Capital Employed in terms of Clause 41 of the Listing Agreement **(Rs. In Lakhs)**

Particulars	CONSOLIDATED						STANDALONE					
	Quarter Ended			Nine Months Ended		Year Ended	Quarter Ended			Nine Months Ended		Year Ended
	Dec 31, 2014	Sept 30, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	March 31, 2014	Dec 31, 2014	Sept 30, 2014	Dec 31, 2013	Dec 31, 2014	Dec 31, 2013	March 31, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue												
India	21,604	15,832	23,902	46,901	48,127	82,191	21,604	15,832	23,902	46,901	48,127	82,191
Rest of world	41,859	36,643	35,896	1,10,850	87,853	1,51,126	7,735	7,554	5,003	18,337	14,019	31,808
Total	**63,463**	**52,475**	**59,798**	**1,57,751**	**1,35,980**	**2,33,317**	**29,339**	**23,386**	**28,905**	**65,238**	**62,146**	**1,13,999**
Less: Inter Segment Revenue	1,613	1,862	1,460	5,485	2,629	10,302	-	-	-	-	-	-
Net sales/Income From Operations	**61,850**	**50,613**	**58,338**	**1,52,266**	**1,33,351**	**2,23,015**	**29,339**	**23,386**	**28,905**	**65,238**	**62,146**	**1,13,999**
2. Segment Results												
India	2,447	3,430	4,050	8,977	9,636	14,963	2,447	3,430	4,050	8,977	9,636	14,963
Rest of world	11,083	8,755	9,063	27,448	24,363	38,259	3,131	2,295	1,900	7,262	6,327	12,173
Total	**13,530**	**12,185**	**13,113**	**36,425**	**33,999**	**53,222**	**5,578**	**5,725**	**5,950**	**16,239**	**15,963**	**27,136**
Less: (i) Interest and bank charges, net	609	617	461	1,811	724	1,235	224	204	60	536	(104)	73
(ii) Other Un-allocable Expenditure	10,305	9,535	10,055	28,764	27,354	36,718	2,959	3,925	3,643	10,837	10,682	15,061
Add: (i) Un-allocable income	91	256	592	710	743	1,351	264	153	213	923	530	1,225
Total Profit Before Tax	**2,707**	**2,289**	**3,189**	**6,560**	**6,664**	**16,620**	**2,659**	**1,749**	**2,460**	**5,789**	**5,915**	**13,227**
3. Capital Employed (Segment Assets – Segment Liabilities)												
India	49,079	51,146	45,941	49,079	45,941	32,227	51,098	53,165	47,780	51,098	47,780	34,059
Rest of world	33,092	30,402	30,745	33,092	30,745	35,670	7,852	4,775	6,537	7,852	6,537	9,393
Unallocated	6,611	4,876	3,631	6,611	3,631	16,502	6,868	5,116	3,429	6,868	3,429	16,853
Total Capital Employed	**88,782**	**86,424**	**80,317**	**88,782**	**80,317**	**84,399**	**65,818**	**63,056**	**57,746**	**65,818**	**57,746**	**60,305**

Notes:

1. The above results were reviewed by the Audit Committee and approved and taken on record by the Board at its meeting held on February 7, 2015 and a limited review of the same has been carried out by the Statutory Auditors of the Company.
2. The figures for the corresponding periods have been regrouped / reclassified wherever considered necessary to conform to the figures presented in the current year.
3. Considering the risk/return profiles of the segments between product and geography, the Company has identified geography as primary segment in accordance with Accounting Standard (AS) 17 on Segment Reporting. The Company does not have any secondary segment. Segment revenue comprises sales and operational income allocable specifically to a segment. Un-allocable expenditure mainly includes employee expense, depreciation, foreign exchange loss and other expenses. Un-allocable income primarily includes other operating income and foreign exchange gain.
4. Depreciation for the nine months ended December 31, 2014 includes a reversal of Rs.597 lakhs (in the standalone results) and of Rs.276 lakhs (net) (in the consolidated results), which represents the impact of change in accounting policy for providing depreciation on fixed assets from 'Written Down Value' method to 'Straight Line' method effective April 1, 2014, in order to reflect a more appropriate preparation/presentation of financial statements. Further, effective April 1, 2014, the Company has also revised the useful life of fixed assets based on Schedule II to the Companies Act, 2013. Consequently, the depreciation for the nine months ended December 31, 2014 is higher to the extent of Rs.338 lakhs. Further, an amount of Rs.75 lakhs (net of tax) representing the carrying value of assets with revised useful life as nil, has been charged to the opening reserves as on April 1, 2014.
5. Exceptional item for the previous periods represents reversal of actuarial liability provisions, net of deferred taxes, by WABAG Wassertechnik AG Switzerland, Company's subsidiary on account of classifying the pension plan as a defined contribution plan during the previous year. This change reflects the substance of the pension plan and is consistent with the accounting principles locally followed by the said subsidiary.
6. The Board of Directors of the Company at their meeting held today have approved the proposal of issuance of bonus equity shares in the Ratio of 1:1 subject to the approval of the shareholders of the Company.

Place : Chennai

Date : February 7, 2015

For VA TECH WABAG LIMITED

RAJIV MITTAL
MANAGING DIRECTOR