WABAG

VA TECH WABAG LIMITED

CIN: L45205TN1995PLC030231

Regd. office: "WABAG HOUSE" No.17, 200 Feet Radial Road, S.Kolathur, Chennai 600 117

PART I

(Rs. In Lakhs)

Sl. No	Particulars	STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014				STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2014			
		Quarter ended			Year ended	Quarter ended			Year ended
		June 30, 2014	March 31, 2014	June 30, 2013	March 31, 2014	June 30, 2014	March 31, 2014	June 30, 2013	March 31, 2014
		Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1	**Income from operations**								
	a) Net Sales/Income from operations (Net of excise duty)	39,803	89,664	28,558	2,23,015	12,513	51,853	11,567	1,13,999
	b) Other operating income	301	102	52	845	436	695	2	1,225
	Total Income from operations (net) (a) + (b)	**40,104**	**89,766**	**28,610**	**2,23,860**	**12,949**	**52,548**	**11,569**	**1,15,224**
2	**Expenses**								
	a. Cost of materials consumed	29,780	67,506	19,788	1,68,878	8,233	39,021	8,790	86,718
	b. Changes in inventories	(687)	2,935	(643)	915	(656)	1,659	(1,679)	145
	c. Employee benefits expense	5,595	4,982	5,332	22,174	2,167	2,175	1,858	8,019
	d. Depreciation and amortisation expense (Refer Note 4)	333	345	325	1,501	(243)	269	169	809
	e. Other expenses	3,366	3,613	2,155	10,993	2,054	1,722	1,047	5,113
	Total expenses (a+b+c+d+e)	**38,387**	**79,381**	**26,957**	**2,04,461**	**11,555**	**44,846**	**10,185**	**1,00,804**
3	**Profit/(Loss) from operations before other income, finance costs, Foreign exchange fluctuation (Gain)/Loss and exceptional items (1) - (2)**	**1,717**	**10,385**	**1,653**	**19,399**	**1,394**	**7,702**	**1,384**	**14,420**
4	Interest and Finance Charges/(Income) (Net of Interest and Dividend Income)	584	511	154	1,235	108	177	(89)	73
5	Foreign Exchange Fluctuation (Gain)/ Loss	(431)	424	717	2,050	(95)	213	566	1,120
6	**Profit/(Loss) from ordinary activities after finance costs and Foreign exchange fluctuation (Gain)/Loss but before exceptional items (3) - (4) - (5)**	**1,564**	**9,450**	**782**	**16,114**	**1,381**	**7,312**	**907**	**13,227**
7	Exceptional Items	-	506	-	506	-	-	-	-
8	**Profit/(Loss) from Ordinary Activities before tax (6) + (7)**	**1,564**	**9,956**	**782**	**16,620**	**1,381**	**7,312**	**907**	**13,227**
9	Tax expense	477	2,766	477	5,258	464	2,406	302	4,369
10	**Profit/(Loss) from Ordinary Activities after tax (8) - (9)**	**1,087**	**7,190**	**305**	**11,362**	**917**	**4,906**	**605**	**8,858**
11	Extraordinary items	-	-	-	-	-	-	-	-
12	**Net Profit/(Loss) for the period (10) - (11)**	**1,087**	**7,190**	**305**	**11,362**	**917**	**4,906**	**605**	**8,858**
13	Share of Profit/(Loss) of Associates	(39)	13	(21)	63	-	-	-	-
14	Minority interest	31	64	1	90	-	-	-	-
15	**Net Profit/(Loss) after taxes, minority interest and share of Profit/(loss) from Associates (12)+(13)-(14)**	**1,017**	**7,139**	**283**	**11,335**	**917**	**4,906**	**605**	**8,858**
16	**Paid-up equity share capital (face value Rs.2/- each)**	**534**	**532**	**531**	**532**	**534**	**532**	**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	**3.82**	**26.84**	**1.07**	**42.61**	**3.45**	**18.44**	**2.28**	**33.30**
	b) Diluted EPS before Extraordinary items	**3.75**	**26.54**	**1.06**	**42.14**	**3.38**	**18.24**	**2.26**	**32.93**
	c) Basic EPS after Extraordinary items	**3.82**	**26.84**	**1.07**	**42.61**	**3.45**	**18.44**	**2.28**	**33.30**
	d) Diluted EPS after Extraordinary items	**3.75**	**26.54**	**1.06**	**42.14**	**3.38**	**18.24**	**2.26**	**32.93**

PART II

SELECT INFORMATION FOR THE QUARTER ENDED JUNE 30, 2014

A	PARTICULARS OF SHAREHOLDING								
1	Public Shareholding								
	- Number of shares	1,86,53,218	1,85,35,428	1,83,49,691	1,85,35,428	1,86,53,218	1,85,35,428	1,83,49,691	1,85,35,428
	- Percentage of shareholding	69.84%	69.70%	69.09%	69.70%	69.84%	69.70%	69.09%	69.70%
2	Promoters and Promoters group shareholding								
	1) Pledged/Encumbered								
	- Number of shares	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
	- Percentage of shares (as a % of total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	2) Non-encumbered								
	- Number of shares	80,56,702	80,56,702	82,07,638	80,56,702	80,56,702	80,56,702	82,07,638	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%
	- Percentage of shares (as a % of total share capital of the company)	30.16%	30.30%	30.91%	30.30%	30.16%	30.30%	30.91%	30.30%

B	INVESTOR COMPLAINTS (3 months ended June 30, 2014)	Pending at the beginning of the quarter - Nil	Received during the quarter – Nil	Disposed of during the quarter - Nil	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			Year ended	Quarter Ended			Year ended
	June 30, 2014	March 31, 2014	June 30, 2013	March 31, 2014	June 30, 2014	March 31, 2014	June 30, 2013	March 31, 2014
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1. Segment Revenue								
India	9,465	34,064	8,538	82,191	9,465	34,064	8,538	82,191
Rest of world	32,348	63,273	20,049	1,51,126	3,048	17,789	3,029	31,808
Total	**41,813**	**97,337**	**28,587**	**2,33,317**	**12,513**	**51,853**	**11,567**	**1,13,999**
Less: Inter Segment Revenue	2,010	7,673	29	10,302	-	-	-	-
Net sales/Income From Operations	**39,803**	**89,664**	**28,558**	**2,23,015**	**12,513**	**51,853**	**11,567**	**1,13,999**
2. **Segment Results**								
India	3,100	5,327	3,093	14,963	3,100	5,327	3,093	14,963
Rest of world	7,610	13,896	6,320	38,259	1,836	5,846	1,363	12,173
Total	**10,710**	**19,223**	**9,413**	**53,222**	**4,936**	**11,173**	**4,456**	**27,136**
Less: (i) Interest and bank charges, net	584	511	154	1,235	108	177	(89)	73
(ii) Other Un-allocable Expenditure	9,294	9,364	8,529	36,718	3,978	4,379	3,640	15,061
Add: (i) Un-allocable income	732	608	52	1,351	531	695	2	1,225
Total Profit Before Tax	**1,564**	**9,956**	**782**	**16,620**	**1,381**	**7,312**	**907**	**13,227**
3. Capital Employed (Segment Assets – Segment Liabilities)								
India	43,410	32,227	38,948	32,227	45,242	34,059	40,476	34,059
Rest of world	34,509	35,670	24,261	35,670	8,371	9,393	2,964	9,393
Unallocated	7,624	16,502	11,113	16,502	7,947	16,853	10,845	16,853
Total Capital Employed	**85,543**	**84,399**	**74,322**	**84,399**	**61,560**	**60,305**	**54,285**	**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 August 11, 2014 and a limited review of the same has been carried out by the Statutory Auditors of the Company.

2. The figures for the corresponding previous periods have been regrouped / reclassified wherever considered necessary to conform to the figures presented in the current period. The figures for the quarter ended March 31, 2014 represents the difference between the audited figures in respect of financial year and the published figures for the 9 months ended December 31, 2013.

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 & 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 current quarter 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 quarter ended June 30, 2014 is higher to the extent of Rs.139 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.

Place: Chennai

Date: August 11, 2014

For **VA TECH WABAG LIMITED**

RAJIV MITTAL
MANAGING DIRECTOR