

WELSPUN



Dare to Commit

Strong performance by Welspun in FY2010

- EBITDA grows by 108% and PAT by 186%
- Little Rock (Arkansas, U.S.) facility in full-swing
- Coil Mill commissioned
- Forays into infrastructure through MSK Projects India Ltd.
- \$250 million funds raised

Mumbai, 27 April 2010: Welspun Gujarat Stahl Rohren Ltd. the flagship Company of the \$ 3 billion Welspun Group today announced its results for the 4th quarter of FY 09-10. With an installed capacity of 1.5 MTPA Welspun is on track with its expansion to reach 2.0 MTPA by FY11 - making it probably the largest line pipe manufacturer in the World.

Consolidated Financial Summary of Q4 FY10 and FY2010 Results *(Figures in Rs. Million)*

Particulars	Q4 FY10	Q4 FY09	Change	FY2010	FY2009	Growth
Sales	15,975	18,318	-13%	73,503	57,395	28%
Reported EBITDA	3,060	1,609	90%	13,186	6,348	108%
Interest	281	501	-44%	2,071	1,766	17%
Depreciation	519	344	51%	2,061	1,433	44%
PAT	1,666	518	222%	6,104	2,135	186%
Diluted EPS (Rs./Share)	7.48	2.82	165%	28.40	11.45	148%
Reported EBITDA Margin (%)	19.2%	8.8%		17.9%	11.1%	
PAT Margin (%)	10.4%	2.8%		8.3%	3.7%	

Note: standalone numbers for Q4 FY 09

Management comments

Speaking on the results, Mr. B. K. Goenka, Chairman and Managing Director of Welspun said, "It has been a satisfying year for team Welspun. Despite the slowdown Worldwide we could maintain growth momentum and won significantly large orders thereby creating visibility for years to come. We additionally took significant growth initiatives like enhancing our capacities to 2.0 MTPA and foray into infrastructure through MSK Projects Ltd. With continued focus on profitable growth, we are on our way to become one of the largest and the most respected pipe companies in the World," he adds.

Outlook

In a Macro perspective, the environment has turned positive with oil prices around \$80 per barrel. Aggressive investments in yester-years and in future in upstream Oil and Gas shall continue to positively effect downstream pipe demands thereby resulting in strong demand from traditional sources and New Markets for products with stringent specifications which very few Companies can offer besides Welspun.

In Plates business, the environment continues to pose challenges as shipping industry; one of prime consumers of Plates is still reeling under pressure. Welspun has already established its credibility as high-end supplier and thereby is confident to continue momentum by getting new businesses in the high-end segment.

About Welspun Gujarat Stahl Rohren Ltd. (WGSRL)

Welspun Gujarat Stahl Rohren Ltd. started its activities in 1995 and since then has supplied pipes for some of the most prestigious projects including the World's deepest pipeline project in the Gulf of Mexico, U.S.A. and other critical projects across the globe. Welspun's state-of-the-art Plate, Coil and Pipe Plants are located in Dahej and Anjar in Gujarat, India, Little Rock in Arkansas, US. The Company is recently setting up a Spiral Pipe mill in Mandya, Karnataka, India. The manufacturing facilities incorporate the hybrid JCO technology from Mannesmann Demag of Germany (SMS Meer). The company has been the leader in quality, innovation and technology. New initiatives in WGSRL includes foray into infrastructure, upstream Oil & Gas and Energy. WGSRL is prepared to meet the growing demand and is in a position to meet the stringent requirements and standards of high grade products and services.

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