

**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2009**

Sr. No.	Particulars	Rs. in lacs						
		Standalone			Consolidated			
		Quarter ended	Year ended	Year ended	Year ended	Year ended	Year ended	
31.12.2008 (Unaudited)	31.03.2009 (Unaudited)	31.03.2008 (Unaudited)	31.03.2009 (Audited)	31.03.2008 (Audited)	31.03.2009 (Audited)	31.03.2008 (Audited)		
1	a. Net Sales/ Income from Operations	102,165.21	32,278.79	38,323.54	134,444.00	124,094.41	169,911.99	164,639.27
	b. Other Operating Income	192.20	990.32	(580.05)	1,182.52	587.78	1,182.48	587.80
	Total	102,357.41	33,269.11	37,743.49	135,626.52	124,682.19	171,094.47	165,227.07
2	Expenditure [excluding unrealised exchange loss/ (gain)]							
	a. (Increase)/ Decrease in stock in trade and work in progress	(462.11)	3,726.09	1,832.66	3,263.98	(5,617.34)	-	-
	b. Consumption of Raw Materials	40,410.77	11,078.07	15,305.88	51,488.84	55,080.94	69,094.44	68,693.65
	c. Purchase of Traded Goods	1,970.49	1,181.10	231.04	3,151.59	881.84	-	-
	d. Power and Fuel	10,420.97	3,663.71	2,821.27	14,084.68	10,182.49	14,938.96	10,437.08
	e. Employees Cost	8,065.27	2,286.48	2,528.90	10,351.75	9,633.65	20,342.56	16,985.83
	f. Depreciation	7,137.08	2,392.97	2,248.56	9,530.05	8,471.91	10,865.67	9,517.44
	g. Other Expenditure	25,155.99	7,275.01	11,584.85	32,431.00	37,049.03	51,495.58	51,990.87
	Total	92,698.46	31,603.43	36,553.16	124,301.89	115,682.52	166,737.21	157,624.87
3	Profit from Operations Before Unrealised Exchange loss / (gain), Other Income, Interest and Exceptional Items (1-2)	9,658.95	1,665.68	1,190.33	11,324.63	8,999.67	4,357.26	8,999.67
4	Unrealised Exchange Loss/ (Gain) - Net	2,816.00	(497.95)	806.63	2,318.05	(208.48)	1,695.23	2.17
5	Profit from Operations Before Other Income, Interest and Exceptional Items (3-4)	6,842.95	2,163.63	383.70	9,006.58	9,208.15	2,662.03	7,602.20
6	Other Income	329.25	2,522.30	1,188.88	2,851.55	1,670.38	3,056.12	3,190.42
7	Profit before Interest and Exceptional Items (5+6)	7,172.20	4,685.93	1,572.58	11,858.13	10,878.53	5,718.15	10,792.62
8	Interest (Net)	6,311.99	2,899.16	1,860.28	9,211.15	6,768.50	11,765.57	7,819.36
9	Profit/ (Loss) after Interest but before Exceptional Items (7-8)	860.21	1,786.77	(287.70)	2,646.98	4,110.03	(6,047.42)	2,973.26
10	Exceptional Items	-	-	-	-	35.20	(385.24)	437.06
11	Profit/ (Loss) from Ordinary Activities before Tax (9+10)	860.21	1,786.77	(287.70)	2,646.98	4,145.23	(6,432.66)	3,410.32
12	Tax Expense							
	Provision for Taxation - Current Tax	72.00	199.00	34.00	271.00	445.00	(213.59)	987.00
	Minimum Alternative Tax Credit Availed	(72.00)	(199.00)	(34.00)	(271.00)	(445.00)	(271.00)	(445.00)
	Provision for Taxation - Deferred Tax	228.79	(832.79)	(25.20)	(604.00)	1,426.90	(351.50)	1,284.50
	Provision for Fringe Benefit Tax	59.92	27.48	24.00	87.40	64.00	91.72	94.00
	Total	288.71	(805.31)	(1.20)	(516.60)	1,490.90	(744.37)	1,920.50
13	Net Profit/ (Loss) from Ordinary Activities after tax (11-12)	571.50	2,592.08	(286.50)	3,163.58	2,626.54	(5,688.29)	1,489.82
14	Extraordinary Item (net of tax expense)	73.29	-	-	73.29	-	73.34	-
15	Net Profit/ (Loss) for the period before share of associate's loss and minority interest (13-14)	498.21	2,592.08	(286.50)	3,090.29	2,626.54	(5,761.63)	1,489.82
16	Share of Associate's Net loss						(2,043.10)	(1,464.53)
17	Net Profit/ (Loss) for the period before share of profit/ (loss) of minority interest (15-16)						(7,804.73)	25.29
18	Minority's Share of Profit/ (Loss) in Certain Subsidiary Companies						(149.04)	40.93
19	Net Profit/ (Loss) (17-18)						(7,655.69)	(15.64)
20	Paid-up Equity Share Capital (Shares of Rs. 10 each)	7,308.95	7,308.95	7,308.95	7,308.95	7,308.95	7,308.95	7,308.95
21	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year				48,072.92	46,168.90	45,002.00	45,927.30
22	Earnings Per Share (EPS) in Rs.							
	a) Basic and Diluted EPS before Extraordinary Items	0.78*	3.55	(0.40)	4.33	3.59	(10.47)	(0.02)
	b) Basic and Diluted EPS after Extraordinary Items	0.68*	3.45	(0.40)	4.23	3.59	(10.57)	(0.02)
23	Public Shareholding							
	a) Number of Shares	44,400,684	42,414,835	44,400,684	42,414,835	44,400,684	42,414,835	44,400,684
	b) Percentage of Shareholding	61%	58%	61%	58%	61%	58%	61%
	Promoters & Promoters Group Shareholding as on 31 March 2009							
	a. Pledged/Encumbered							
	No of Shares							
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)							
	Percentage of Shares (as a % of the total Share capital of the Company)							
	b. Non-Encumbered							
	No of Shares				30,674,684		30,674,684	
	Percentage of Shares (as a % of the total Shareholding of Promoters & Promoter Group)				100%		100%	
	Percentage of Shares (as a % of the total Share capital of the Company)				42%		42%	

\* Not Annualised

**Notes :**

- The above financial results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at its meeting held on 30th June, 2009.
- On May 8, 2009, the Honourable High Court of Gujarat at Ahmedabad passed an order (in the matter of sections 391 to 394 read with sections 78 and 100 to 104 of the Companies Act, 1956) sanctioning the Composite Scheme of Arrangement in the nature of demerger and transfer of Marketing Division and Investment & Treasury Division of Welspun India Limited (the "Company") to Welspun Global Brands Limited ("WGBL") and Welspun Investments Limited ("WINL") and restructure the capital of these Companies ("Order"). The Order has become effective from 12<sup>th</sup> June, 2009 with Appointed Date being 1<sup>st</sup> April, 2009 and the salient features of the Scheme are as under:
  - Transfer of the Marketing Division of WIL together with all assets and liabilities including investment in its wholly owned subsidiary companies viz. Welspun Holdings Private Limited, Cyprus and Welspun USA, Inc. and 9,800,000 equity shares of Rs.10 each fully paid up in Welspun Retail Limited.
  - Issue and allotment of 7,308,952 equity shares of Rs. 10 each in WGBL to the equity shareholders of the Company in the ratio of 1 (One) equity shares in WGBL for every 10 (Ten) equity shares held in the Company as on the Record Date fixed by the Company for this purpose.
  - Issue and allotment of 3,654,476 equity shares of Rs. 10 each in WINL to the equity shareholders of the Company in the ratio of 1 (One) equity shares in WINL for every 20 (Twenty) equity shares held in the Company as on the Record Date fixed by the Company for this purpose.
  - Cancellation of equity shares held by WIL in the Company which formed part of the Marketing Division of WIL and thereby the Company ceases to be a subsidiary of WIL.

As mentioned in the Scheme, WGBL will allot 3,166,545 equity shares of Rs. 10 each fully paid up in WGBL to the Promoters of Welspun Retail Limited (other than the Company) in consideration of the latter transferring their 10,200,000 equity shares of Rs. 10 each fully paid up in Welspun Retail Limited. Consequently the foregoing allotments, the issued, subscribed and paid-up equity share capital of WGBL will stand at Rs. 104,754,970 comprising of 10,475,497 equity shares of Rs. 10 each.

**AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2009**

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3. The impact on the results due to discontinuing of the Marketing Division and the Investment & Treasury Division as referred to in Note 2 above is as follows:

Particulars	Nine Months ended	Quarter ended		Year ended		Year ended	
	31.12.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008	31.03.2009	31.03.2008
Profit/(Loss) After Taxation From Continuing Operations (A)	(1844.94)	1811.03	(553.37)	(33.91)	1559.04	(505.13)	2.32
Profit/ (Loss) After Taxation From Discontinuing Operations (B)	2343.15	781.05	266.88	3124.20	1067.50	(5256.57)	1487.50
Profit After Taxation (A + B)	498.21	2592.08	(286.50)	3090.29	2626.54	(5761.63)	1489.82

4. The Company operates in only one primary business segment. Hence, information relating to primary segments has not been furnished.

5. Information relating to Secondary Geographical Segments is as under :

	Standalone					Consolidated	
	Nine Months	Quarter ended		Year ended		Year ended	
	31.12.2008	31.03.2009 (Unaudited)	31.03.2008 (Unaudited)	31.03.2009 (Audited)	31.03.2008 (Audited)	31.03.2009 (Audited)	31.03.2008 (Audited)
<b>India</b>							
External Revenue	14,023.94	27,399.36	2,330.60	41,423.30	9,664.02	11,633.60	10,753.50
Carrying Amount of Segment Assets	234,711.65	234,711.65	12,239.51	222,235.45	215,816.70	214,080.73	221,419.28
Capital Expenditure	14,573.72	2,420.16	7,018.41	16,993.88	31,674.84	17,540.55	33,108.63
<b>Outside India</b>							
External Revenue	88,141.27	4,879.43	35,992.94	93,020.70	114,430.39	158,278.39	153,885.80
Carrying Amount of Segment Assets	25,445.22	25,445.22	1,458.90	28,743.88	19,970.44	60,361.57	39,598.80
Capital Expenditure	-	-	-	-	-	4,412.35	4,656.28
<b>Total</b>							
External Revenue	102,165.21	32,278.79	38,323.54	134,444.00	124,094.41	169,911.99	164,639.30
Carrying Amount of Segment Assets	260,156.87	260,156.87	13,698.41	250,979.33	235,787.14	274,442.30	261,018.10
Capital Expenditure	14,573.72	2,420.16	7,018.41	16,993.88	31,674.84	21,952.90	37,764.91

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6. Exceptional Items in the consolidated financial results for the year ended March 31, 2009 represent costs incurred by one of the subsidiaries to exit an arrangement with a retailer. The cost includes severance cost and write off of shop fixtures and fittings.

7. Due to floods at the Company's manufacturing unit at Anjar in the year 2008, certain inventory, machinery and buildings were damaged. Loss arising on account of these floods (net of insurance claim received) aggregating Rs. 111 Lac has been included under 'Extraordinary item'. The extraordinary item disclosed is net of tax impact of Rs. 37.71 Lac.

8. Information on investors complaints pursuant to Clause 41 of the Listing Agreement for the quarter ended 31st March, 2009.

	Opening	Additions	Disposals	Closing
Number of Complaints	-	19	19	-

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

FOR AND ON BEHALF OF BOARD

Mumbai  
Date : June 30, 2009

M.L.Mittal  
Executive Director (Finance)

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