



VA TECH WABAG LIMITED

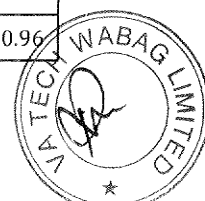
CIN: L45205TN1995PLC030231

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

Website: www.wabag.com | Email: companysecretary@wabag.in

₹ in Lakhs

Sl No.	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE				STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE			
		Quarter Ended		Year ended		Quarter Ended		Year ended	
		30/06/2020	31/03/2020	30/06/2019	31/03/2020	30/06/2020	31/03/2020	30/06/2019	31/03/2020
		Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1	Revenue								
	a. Revenue from operations	43,087	78,506	45,653	255,715	28,166	49,140	32,398	174,632
	b. Other income	130	2,569	118	3,517	145	1,221	77	2,061
	Total Income (a + b)	43,217	81,075	45,771	259,232	28,311	50,361	32,475	176,693
2	Expenses								
	a. Cost of sales and services	32,604	60,178	32,854	194,625	21,303	38,029	21,876	131,761
	b. Changes in inventories	(43)	567	(190)	(1,109)	53	62	105	244
	c. Employee benefits expense	4,881	5,236	6,178	23,558	2,432	2,619	3,001	12,115
	d. Finance cost	2,147	2,726	2,715	10,902	1,811	1,700	1,814	7,654
	e. Depreciation and amortisation expense	289	401	350	1,539	156	160	168	667
	f. Other expenses	2,755	7,450	3,060	16,943	2,010	6,637	2,796	14,474
	Total expenses (a + b + c + d + e + f)	42,633	76,558	44,967	246,458	27,765	49,207	29,760	166,915
3	Profit before share of profit of associates and joint ventures, exceptional items and tax	584	4,517	804	12,774	546	1,154	2,715	9,778
4	Share of profit of associates and a joint venture	150	6	114	475	-	-	-	-
5	Profit before exceptional items and tax	734	4,523	918	13,249	546	1,154	2,715	9,778
6	Exceptional items	-	-	-	-	-	-	-	-
7	Profit before tax	734	4,523	918	13,249	546	1,154	2,715	9,778
8	Tax expense:								
	a. Current tax	166	(4,515)	827	(2,570)	156	(4,817)	562	(3,508)
	b. Deferred tax	64	5,923	27	7,426	(18)	5,833	163	7,410
9	Profit for the period	504	3,115	64	8,393	408	138	1,990	5,876
	Profit for the period attributable to:								
	Owners of the parent	511	3,047	262	9,096	408	138	1,990	5,876
	Non-controlling interests	(7)	68	(198)	(703)	-	-	-	-
10	Earnings per equity share (in ₹)								
	a. Basic (Not annualised)	0.93	5.57	0.48	16.64	0.75	0.25	3.64	10.75
	b. Diluted (Not annualised)	0.93	5.57	0.48	16.64	0.75	0.25	3.64	10.75
11	Other Comprehensive income								
	i) Items that will not be reclassified to profit or loss								
	- Re-measurement gains/(losses) on defined benefit plans	(2)	31	(2)	25	(2)	99	(2)	93
	- Translation reserve	(5)	(1,056)	8	(1,009)	-	-	-	-
	- Income tax relating to items that will not be reclassified to profit or loss	1	21	-	23	1	21	-	23
	ii) Items that will be reclassified subsequently to profit or loss								
	- Translation reserve	559	1,002	-	1,405	-	-	-	-
	- Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
12	Other comprehensive income for the period, net of tax	553	(2)	6	444	(1)	120	(2)	116
	Other comprehensive income for the period, net of tax attributable to:								
	Owners of the parent	558	1,054	(2)	1,453	(1)	120	(2)	116
	Non-controlling interests	(5)	(1,056)	8	(1,009)	-	-	-	-
13	Total comprehensive income for the period	1,057	3,113	70	8,837	407	258	1,988	5,992
	Total comprehensive income for the period attributable to:								
	Owners of the parent	1,069	4,101	260	10,549	407	258	1,988	5,992
	Non-controlling interests	(12)	(988)	(190)	(1,712)	-	-	-	-
14	Paid-up equity share capital (Face value ₹ 2 each)	1,094	1,094	1,094	1,094	1,094	1,094	1,094	1,094
15	Earnings per equity share (in ₹)								
	a. Basic (Not annualised)	1.95	7.50	0.48	19.30	0.74	0.47	3.63	10.96
	b. Diluted (Not annualised)	1.95	7.50	0.48	19.30	0.74	0.47	3.63	10.96





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Segment-wise Revenue, Results, Assets and Liabilities

₹ in Lakhs

Sl No.	Particulars	STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE				STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE			
		Quarter Ended			Year ended	Quarter Ended			Year ended
		30/06/2020	31/03/2020	30/06/2019	31/03/2020	30/06/2020	31/03/2020	30/06/2019	31/03/2020
		Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited
1	Segment Revenue								
	India	14,780	26,688	22,948	98,901	14,780	26,688	22,948	98,901
	Rest of the world	31,033	55,199	24,791	170,465	12,573	22,251	9,100	74,602
	Total	45,813	81,887	47,739	269,366	27,353	48,939	32,048	173,503
	Add: Un-allocable revenue	1,061	1,503	1,343	4,791	813	201	350	1,129
	Less: Inter-segment Revenue	3,787	4,884	3,429	18,442	-	-	-	-
	Net Sales/Income From Operations	43,087	78,506	45,653	255,715	28,166	49,140	32,398	174,632
2	Segment Results (Profit before Interest, tax and other unallocable items)								
	India	2,049	5,488	6,527	21,381	2,049	5,488	6,527	21,381
	Rest of the world	7,767	11,054	6,243	39,283	3,948	5,358	3,541	20,115
	Total	9,816	16,542	12,770	60,664	5,997	10,846	10,068	41,496
	Less:								
	(i) Interest and bank charges, net	(2,019)	(2,564)	(2,597)	(10,298)	(1,706)	(1,570)	(1,737)	(7,211)
	(ii) Other un-allocable expenditure	(7,925)	(13,087)	(9,588)	(42,040)	(4,598)	(9,416)	(5,966)	(27,256)
	Add:								
	(i) Un-allocable income	862	3,632	333	4,923	853	1,294	350	2,749
	Profit before exceptional items and tax	734	4,523	918	13,249	546	1,154	2,715	9,778
	Exceptional Items	-	-	-	-	-	-	-	-
	Profit before tax	734	4,523	918	13,249	546	1,154	2,715	9,778
3	Segment Assets								
	India	184,040	174,313	172,760	174,313	185,922	176,646	175,280	176,646
	Rest of the world	178,227	188,386	161,020	188,386	88,940	87,244	67,011	87,244
	Unallocated	33,294	39,656	35,667	39,656	32,539	38,240	33,538	38,420
	Total	395,561	402,355	369,447	402,355	307,401	302,130	275,829	302,310
4	Segment Liabilities								
	India	86,360	90,082	77,297	90,082	85,722	89,896	77,297	89,896
	Rest of the world	142,410	149,790	132,446	149,790	75,565	69,872	55,113	69,872
	Unallocated	48,517	45,265	51,175	45,265	48,042	44,878	49,762	44,878
	Total	277,287	285,137	260,918	285,137	209,329	204,646	182,172	204,646

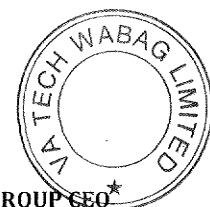
Notes:

- The above results were reviewed by the Audit Committee and were approved and taken on record by the Board at its meeting held on September 15, 2020 and a limited review has been carried out by the Statutory Auditors of the Company.
- The Company has reported segment information as per Indian Accounting Standard 108 "Operating Segments" (IND AS 108) read with SEBI's circular CIR/CFD/FAC/62/2016 dated July 05, 2016. Accordingly, the Company has identified the geographical components as its operating segments for reporting and is consistent with performance assessment and resource allocation by the management. 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.
- Figures for the previous periods have been regrouped/reclassified to conform to the figures presented in the current period.
- The Company has been executing certain projects for Andhra Pradesh Power Generation Corporation Limited (APGENCO) and Telangana State Power Generation Corporation Limited (TSGENCO) as part of a consortium. With financial difficulties faced by other two partners, the Company took over as consortium leader for these projects in 2014-15. Corporate insolvency resolution process was ordered against the erstwhile consortium leader Tecpro Systems Limited ('Tecpro') in 2017-18. The receivables from these projects, net of provision for expected credit losses are as follows:
 - The Company is pursuing legal action to recover an amount of ₹ 6,953 lakhs from Tecpro held under trust. The Company expects to recover these dues through National Company Law Tribunal post the ruling in National Company Law Appellate Tribunal.
 - The Company has completed the project for TSGENCO and is in the process of recovering the receivables and retentions of ₹13,848 lakhs. Tecpro is endeavouring to initiate arbitration with TSGENCO. The Company and TSGENCO have challenged the same legally and obtained an interim injunction order against the arbitration proceedings.
 - The receivables and retentions pertaining to APGENCO project of ₹ 26,181 lakhs, are recoverable progressively upon satisfactory completion of the contractual milestones.
 - The COVID-19 pandemic and the Lockdown imposed by the Government, resulted in delays in NCLT & legal proceedings and also impacted the project (c above) progress and collection.
- The COVID 19 pandemic caused slow down of economic activity globally and consequently execution of EPC projects were slowed down for most part of the current quarter on account of lockdown / restrictions imposed by the respective governments, customers and regulatory authorities. O&M projects were fully operational as they fall under "essential services" category. The results for the quarter are therefore not comparable with those for the previous quarter. Business operations are progressively resuming with the relaxation of lockdown / restrictions. The Company has made an assessment of the impact of the COVID-19 pandemic on its consolidated financial results / position and expects no material impact on the carrying value of assets and liabilities or on its ability to continue as a going concern. The aforesaid evaluation is based on projections and estimations which are dependent on future developments including government policies. Any changes due to changes in situations / circumstances will be taken into consideration, if necessary.
- Due to delays caused by COVID-19 and other factors, the audit of an overseas subsidiary VA Tech Wabag GmbH, Austria for the financial year ended March 31, 2020 could not be completed, for the purpose of the consolidated financial statements. The limited review of the said subsidiary for the quarter ended June 30, 2020 has been completed and included in the results for the quarter.

Place : Chennai

Date : September 15, 2020


RAJIV MITTAL
MANAGING DIRECTOR & GROUP CEO
DIN: 01299110





SHARP & TANNAN
Chartered Accountants

Independent Auditor's Limited Review Report on Consolidated unaudited financial results of VA Tech Wabag Limited for the quarter ended 30 June 2020, pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of VA Tech Wabag Limited

1. We have reviewed the accompanying statement of consolidated unaudited financial results of VA Tech Wabag Limited ('the Parent') and its subsidiaries (the Parent and its subsidiaries together referred to as 'the Group'), and its share of the net profit / (loss) after tax and total comprehensive income / (loss) of its associates and a joint venture for the quarter ended 30 June 2020 ('the Statement'), being submitted by the Parent pursuant to the requirements of regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
4. The Statement includes the results of the subsidiaries, associates and a joint venture as given in Annexure 1.
5. We draw your attention to the following qualified review conclusion on the financial information of a subsidiary, VA Tech Wabag GmbH, Austria by an independent firm of chartered accountants vide their review report dated 11 September 2020 which is reproduced by us as under:
"The audit of financial statements for the financial year 2019-20 ended on 31 March 2020 for the purpose of consolidation with VA Tech Wabag Limited, India have not been completed. We have relied upon the management certified accounts for the year ended 31 March 2020 for the purpose of carrying out the limited review for the quarter ended 30 June 2020. The financial information for the quarter does not include any adjustments that may have been required had the financial statements of 2019-20 been audited."

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Farook M. Kobla
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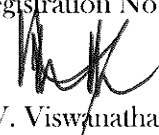
Shreedhar T. Kunte
V. Viswanathan

Milind P. Phadke
P. Rajesh Kumar

Also at Bangalore. Associate Offices : Mumbai, New Delhi & Pune

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, and based on the consideration of review reports of other auditors as referred to in paragraph 9 below, except for the effects of the matters described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We draw your attention to the note 4 of the Statement which describes that the Parent has been executing projects for M/s. Andhra Pradesh Power Generation Corporation Limited and M/s. Telangana Power Generation Corporation Limited as part of a consortium. The Parent took over the projects as consortium leader in 2014-15 and a corporate insolvency resolution process was ordered against the erstwhile consortium lead member M/s. Tecpro Systems Limited ('Tecpro') in 2017-18. The net receivable from these projects of Rs. 46,982 Lakhs, its status and process of recoverability is explained in the aforementioned note. Our conclusion is not modified in respect of this matter.
8. We draw your attention to note 5 of the Statement, wherein the Group has disclosed impact assessment due to COVID-19 pandemic. Such impact assessment done by the management of the Group is dependent on the circumstances as they evolve in subsequent periods. Our conclusion is not modified in respect of this matter.
9. We did not review the interim financial information of 19 subsidiaries included in the consolidated unaudited financial results, whose interim financial information reflect, total revenues of Rs. 19,308 Lakhs, total profit after tax (net) of Rs. 52 Lakhs, total comprehensive income (net) of Rs. 52 Lakhs for the quarter ended 30 June 2020 as considered in the consolidated unaudited financial results. The consolidated unaudited financial results also include the Group's share of profit after tax (net) of Rs. 150 Lakhs and total comprehensive income (net) of Rs. 150 Lakhs for the quarter ended 30 June 2020, as considered in the consolidated unaudited financial results, in respect of two associates and a joint venture, whose interim financial information have not been reviewed by us. These interim financial information have been reviewed by other auditors whose review reports have been furnished to us by the management of the Parent and our conclusion on the Statement, in so far as it relates to the amounts and disclosures of these subsidiaries, associates and a joint venture, is based solely on the reports of other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion is not modified in respect of this matter.

for SHARP & TANNAN
Chartered Accountants
(Firm's Registration No. 003792S)


V. Viswanathan
Partner

Membership No. 215565
UDIN: 20215565AAAABK6542

Place: Chennai
Date: 15 September 2020

Annexure 1 - List of entities included in the Statement

Subsidiaries

1. VA Tech Wabag (Singapore) Pte. Limited, Singapore
2. VA Tech Wabag GmbH, Austria
3. VA Tech Wabag Brno spol S.R.O, Czech Republic
4. Wabag Wassertechnik AG, Switzerland
5. Wabag Water Services s.r.l, Romania
6. VA Tech Wabag S U Teknolojisi Ve Ticaret A.S, Turkey
7. VA Tech Wabag Deutschland GmbH, Germany
8. VA Tech Wabag Tunisie s.a.r.l, Tunisia
9. VA Tech Wabag Muscat LLC, Oman
10. Wabag Muhibbah JV SDN BHD, Malaysia
11. VA Tech Wabag (Philippines) Inc., Philippines
12. Wabag Limited, Thailand
13. Wabag Operation and Maintenance WLL, Bahrain
14. Wabag Belhasa JV WLL, Bahrain
15. VA Tech Wabag Limited Pratibha Industries Limited JV, Nepal
16. VA Tech Wabag Brazil Servicos De Agua E Saneamento Ltda., Brazil
17. Ganga STP Projects Private Limited, India
18. DK Sewage Projects Private Limited, India
19. Digha STP Projects Private Limited, India (incorporated on 30 April 2020)

Associates

1. VA Tech Wabag & Roots Contracting LLC., Qatar
2. Windhoek Goreangab Operating Company (Pty) Limited, Namibia

Joint venture

1. International Water Treatment LLC, Oman





SHARP & TANNAN

Chartered Accountants

Independent Auditor's Limited Review Report on Standalone unaudited financial results of VA Tech Wabag Limited for the quarter ended 30 June 2020

To
The Board of Directors of VA Tech Wabag Limited

1. We have reviewed the accompanying statement of unaudited financial results of VA Tech Wabag Limited ('the Company') for the quarter ended 30 June 2020 ('the Statement.'). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We draw your attention to the note 4 of the Statement which describes that the Company has been executing projects for M/s. Andhra Pradesh Power Generation Corporation Limited and M/s. Telangana Power Generation Corporation Limited as part of a consortium. The Company took over the projects as consortium leader in 2014-15 and a corporate insolvency resolution process was ordered against the erstwhile consortium lead member M/s. Tecpro Systems Limited ('Tecpro') in 2017-18. The net receivable from these projects of Rs. 46,982 Lakhs, its status and process of recoverability is explained in the aforementioned note. Our conclusion is not modified in respect of this matter.

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P. Rajesh Kumar

Also at Bangalore. Associate Offices : Mumbai, New Delhi & Pune

SHARP & TANNAN

LETTER NO: _____

SHEET NO: _____

5. We draw your attention to Note 5 of the Statement, wherein the Company has disclosed impact assessment due to COVID-19 pandemic. Such impact assessment done by the Company's management is dependent on the circumstances as they evolve in subsequent periods. Our conclusion is not modified in respect of this matter.

for SHARP & TANNAN
Chartered Accountants
(Firm's Registration No. 003792S)



V. Viswanathan
Partner

Membership No. 215565
UDIN: 20215565AAAABJ7478

Place: Chennai

Date: 15 September 2020

PRESS RELEASE
Chennai, India

For Immediate Publication
September 15, 2020

WABAG announces Q1 FY 20 - 21 Results
Consolidated Revenue of Rs. 431 Crore; Order Book of over
Rs. 11,000 Crore and Order Intake of Rs. 442 Crore

September 15, 2020: VA TECH WABAG LIMITED, a leading Indian Multinational Company in the water sector today announced its financial results for the quarter ended 30th June 2020.

Q1 FY 20 - 21 Highlights:

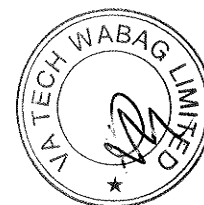
- Order Book of Rs. 11,117 Crore including Framework contracts
- Order Intake of Rs. 442 Crore
- Consolidated Revenue of Rs. 431 Crore
- Consolidated EBITDA of Rs. 29 Crore; EBITDA Margin of 6.7%
- Consolidated PAT of Rs. 5 Crore
- Standalone Revenue of Rs. 282 Crore
- Standalone EBITDA of Rs. 24 Crore; EBITDA Margin of 8.5%
- Standalone PAT of Rs. 4 Crore

Commenting on the results, Mr. Rajiv Mittal, Managing Director, VA TECH WABAG LIMITED said, *"In a quarter marred by the COVID pandemic, WABAG contributed its share to ensure water security and we are extremely proud of our COVID warriors for the saame. We are now in the phase of progressive resumption of site activities to achieve full capacity at the earliest.*

I am also happy to note that in this tough economic environment we have been able to secure a major order of 48 Million USD towards building a 300 MLD STP at Jeddah, KSA, further strengthening our growing presence in the Middle East"

* * * *

Sustainable solutions, for a better life



For Further information, please contact:

Mr. T V Gopal, Chief Manager - Public Relations

VA TECH WABAG LIMITED | Tel: +91 4461232260 | Email: tv_gopal@wabag.in

CIN: L45205TN1995PLC030231

About WABAG: Around the world, the WABAG name stands for innovative and successful solutions in the water engineering sector. As an internationally respected expert group, we act as a systems specialist and full service provider with a focus on the planning, installation and operation of drinking and wastewater plants for local government and industry in the growth markets of Asia, North Africa, Middle East, the Central and Eastern Europe states. The WABAG Group represents a leading multinational player with a workforce of over 1,600 and has companies and offices in more than 20 countries. It disposes over unique technological know-how, based on innovative, patented technologies and long-term experience. Since 1995, WABAG has completed over 900 water and wastewater plants worldwide. Through the conservation and ecological use of the world's most valuable resource, WABAG has made a sustained contribution to an improvement in the quality of life of well over a hundred million people. WABAG is thus one of the world's leading partners for investments in a future that is worth living.

