



Welspun Gujarat Stahl Rohren Ltd.

- **72% Revenue Growth to Rs 18,798 Million**
- **94% PAT growth to Rs. 1,382 Million**
- **New Green-field projects in South East India**

Mumbai, July 16, 2009: Welspun Gujarat Stahl Rohren Ltd., (Welspun) the flagship Company of the \$3 billion Welspun Group today announced its results for the 1st quarter of FY 09-10.

Summary of Q1 - FY10

(Figures in Rs. Million)

Particulars	Q1 FY10	Q1 FY09	Growth	Q4 FY09	Growth
Sales	18,798	10,904	72%	18,318	3%
EBITDA *	3,070	1,803	70%	1,634	88%
PAT	1,382	711	94%	518	167%
EPS	7.38	3.78	95%	2.82	162%
EBITDA Margin	16.30%	16.50%		8.90%	
PAT Margin	7.40%	6.50%		2.80%	

* This quarter includes the extraordinary earnings of Rs. 375.3 million on account of reversal of foreign exchange provisions and coil sales etc.

Order Book Position

The quarter began with an outstanding order book of approximately Rs. 75 billion. Further in this quarter, we added orders worth Rs. 12 billion from domestic and international Oil and Gas majors. After executing orders in Q1 FY10, the current order book stands at Rs. 68,336 Million.

Status of Projects / New Initiatives

The Pipe Mill in U.S. is now fully operational. The coil mill in Anjar is under trial production and is likely to commission by end of Q2 FY10.

Looking at the growth potential within India and to reduce logistic cost by being in close proximity to customers, the Board took the following decisions:

- To set up 300,000 TPA, Spiral Pipe mill projects in south east India for critical Oil & Gas and water applications
- To convert 300,000 TPA LSAW Pipe mill project from SEZ into a Non-SEZ area at Anjar.



All the above projects are likely to be commissioned in the next 12-15 months with an investment of approximately Rs. 5.5 billion. With the completion of these projects, Welspun's pipe capacity will be enhanced to 2.1 million MTPA consolidating Welspun's position as one of the largest line Pipe capacity in the World.

Management comments

Speaking on the results, Mr. B. K. Goenka, Chairman and Managing Director of Welspun said, "At Welspun we take pride in delivering enviable quality products to our esteemed customers all over the World. With the implementation of our new green field projects in near proximity to our customers, we believe that we are on our way to virtually operate at the doorsteps of our clients thereby enhancing interface and offering competitive solutions due to reduction in logistic costs", he adds.

About W.G.S.R.L.:

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. Welspun's state- of-the- art Plate and Pipe Plants are located in Dahej and Anjar in Gujarat, India. The Company has recently commissioned a World Class Pipe mill in Little Rock, Arkansas, U.S. 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 and enjoys distinction of supplying highest recognized X 80 grade and 56" outer diameter line pipes in the country. WGSRL is prepared to meet the growing demand and is in a position to meet the stringent requirements and standards of high grade line pipes.

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