



## Welspun Gujarat Stahl Rohren Ltd.

- **US Plant profitable within first six months of operations**
- **46% Revenue growth to Rs. 21,734 Million**
- **153% PAT growth to Rs. 1,651 Million**
- **Order book at Rs. 78 Billion after receiving large International Orders**
- **Issue of FCCB of \$150 mn one of the first in Indian Market after 18 months**

**Mumbai, October 26, 2009:** Welspun Gujarat Stahl Rohren Ltd., (Welspun) the flagship Company of the \$ 2 billion Welspun Group today announced its results for the 2<sup>nd</sup> quarter of FY 09-10.

### Consolidated Summary of Q2 - FY10

(Figures in Rs. Million)

Particulars	Q2 FY10	Q2 FY09#	Growth	H1 FY10	H1 FY09#	Growth
Sales	21,734	14,928	46%	41,133	25,898	59%
EBITDA	3,629	1,569	131%	6,640	3,309	101%
Depreciation	538	300	79%	1,030	594	73%
Interest	610	314	94%	1,361	754	81%
PAT	1,651	653	153%	2,770	1,364	103%

# Represents stand alone numbers of the company.  
In the current year US Subsidiaries have become material.

### Order Book Position

The quarter began with an outstanding order book of approximately Rs. 68 billion. Further in this quarter, we added orders worth Rs. 32 billion from domestic and international Oil and Gas majors. After executing orders in Q2 FY10, the current order book stands at Rs. 78 billion.

### Status of Projects / New Initiatives

The coil mill in Anjar is under trial production and is likely to be commissioned in the second half.

The work on 300,000 TPA LSAW Pipe mill project at Anjar, India is on and the project is targeted to be completed in next fiscal.

Spiral Pipe mill project of 100,000 TPA in south east India is as per schedule and is in the initial stages of implementation. Another 200,000 TPA Spiral project has been kept on hold looking at domestic market conditions.

The Company has mobilized USD 150 million by issue of 4.5% Foreign Currency Convertible Bonds (FCCB) on 16 October 2009. The Bonds are redeemable after 5 years and are convertible into equity shares at a conversion price of Rs. 300 per share.

**Management comments**

Speaking on the results, Mr. B. K. Goenka, Chairman and Managing Director of Welspun said, “At Welspun we thrive on growth and delivering operational results by servicing our customers on regular basis. The Company is poised to tap more growth opportunity in the coming days,” he adds.

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

Welspun Gujarat Stahl Rohren 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 Keystone Project of TransCanada etc. 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. 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.

-----  
**DISCLAIMER:**

The information in this release has been included in good faith and is for general purposes only. It should not be relied upon for any specific purpose and no representation or warranty is given as regards to its accuracy or completeness. No information in this press release shall constitute an invitation to invest in Welspun Gujarat Stahl Rohren Ltd. or any of its affiliates. Neither Welspun Gujarat Stahl Rohren Ltd., nor their or their affiliates' officers, employees or agents shall be liable for any loss, damage or expense arising out of any action taken on the basis of this press release, including, without limitation, any loss of profit, indirect, incidental or consequential loss.