



**DATE: 25<sup>th</sup> May, 2022**  
**REF.: PIL/DVN/L025/2022-23**

<b>Company Code - PRAJIND</b>	<b>Security Code No. : 522205</b>
<b>National Stock Exchange of India Ltd.</b>	<b>Bombay Stock Exchange Limited</b>
Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051	Phiroze Jeejeebhoy Towers, 25th Floor, Dalal Street, Mumbai - 400 001
Fax: 022 – 2659 8237 / 38	Fax: 022-22723121/3719/2037/2039/2041/2061

**Sub.: Submission of Audited Financial Results (Standalone and Consolidated) for the year ended 31<sup>st</sup> March, 2022.**

Dear Sir / Madam,

Please find enclosed Audited Financial Results (Standalone and Consolidated) along with Auditors' Report for the year ended 31<sup>st</sup> March, 2022 for your record.

Thanking you,

Yours faithfully,  
**FOR PRAJ INDUSTRIES LIMITED**

**DATTATRAYA NIMBOLKAR**  
**CHIEF INTERNAL AUDITOR &**  
**COMPANY SECRETARY**  
**(M. No. 4660)**

**Encl: As above**

**Praj Industries Limited**

**Regd. Office :** "Praj Tower", S. No. 274 & 275/2, Bhumkar Chowk-Hinjewadi Road, Hinjewadi, Pune : 411057. Ph : +91 20 71802000 / 22941000  
f : +91 20 22941299 e: info@praj.net w : www.praj.net **CIN : L27101PN1985PLC038031**



**AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2022, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)**

*(Rupees in crores except per share data)*

Sr. No.	Particulars	Quarter ended			Year ended	
		31 March 2022	31 December 2021	31 March 2021	31 March 2022	31 March 2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>INCOME</b>					
	Revenue from operations	739.28	517.64	499.22	2,053.24	1,088.54
	Other income	6.83	4.44	4.98	21.66	16.69
	<b>Total income</b>	<b>746.11</b>	<b>522.08</b>	<b>504.20</b>	<b>2,074.90</b>	<b>1,105.23</b>
<b>2</b>	<b>EXPENSES</b>					
	Cost of materials consumed	462.41	374.21	298.09	1,357.78	624.90
	Changes in inventories of finished goods and work-in-progress	25.42	(46.17)	(1.75)	(30.13)	3.54
	Employee benefits expense	49.68	50.47	46.53	185.89	143.17
	Finance costs	0.70	0.45	0.55	2.14	2.33
	Depreciation and amortisation expense	5.89	4.56	4.71	19.84	19.07
	Exchange (gain) / loss	(2.46)	(4.05)	(2.68)	(10.77)	(6.52)
	Other expenses	134.40	95.79	89.07	366.25	222.06
	<b>Total expenses</b>	<b>676.04</b>	<b>475.26</b>	<b>434.52</b>	<b>1,891.00</b>	<b>1,008.55</b>
<b>3</b>	<b>Profit before exceptional items and tax (1-2)</b>	<b>70.07</b>	<b>46.82</b>	<b>69.68</b>	<b>183.90</b>	<b>96.68</b>
<b>4</b>	<b>Exceptional Items- Dividend from subsidiary</b>	-	30.00	-	30.00	-
<b>5</b>	<b>Profit before tax (3-4)</b>	<b>70.07</b>	<b>76.82</b>	<b>69.68</b>	<b>213.90</b>	<b>96.68</b>
<b>6</b>	<b>Tax expense</b>					
	Current tax	12.26	9.74	15.73	36.10	20.45
	Deferred tax	3.15	2.98	2.19	10.81	4.62
	Adjustments of tax relating to earlier periods	2.59	-	0.36	2.59	0.36
	<b>Total tax expense</b>	<b>18.00</b>	<b>12.72</b>	<b>18.28</b>	<b>49.50</b>	<b>25.43</b>
<b>7</b>	<b>Profit for the period (5-6)</b>	<b>52.07</b>	<b>64.10</b>	<b>51.40</b>	<b>164.40</b>	<b>71.25</b>
<b>8</b>	<b>Other comprehensive Income</b>					
	<b>Items that will not be reclassified to profit and loss:</b>					
	Re-measurement of defined benefit plans	0.88	0.82	0.39	(1.12)	1.50
	Income tax effect	(0.22)	(0.49)	(0.14)	0.28	(0.52)
	<b>Other comprehensive Income</b>	<b>0.66</b>	<b>0.33</b>	<b>0.25</b>	<b>(0.84)</b>	<b>0.98</b>
<b>9</b>	<b>Total comprehensive income for the year (7+8)</b>	<b>52.73</b>	<b>64.43</b>	<b>51.65</b>	<b>163.56</b>	<b>72.23</b>
	<b>Earnings per equity share (Nominal value per share Rs. 2 each)</b>					
	Basic	2.84	3.49	2.81	8.95	3.89
	Diluted	2.83	3.49	2.80	8.95	3.89

**Notes:**

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 25 May 2022.
- The figures for the quarter ended 31 March 2022, as reported in the financial results, are the balancing figures between the audited figures in respect of the full financial year and published figures of nine months ended 31 December 2021 which were subjected to limited review by the statutory auditors.
- The Company operates only in one segment, i.e. "Process and Project Engineering".
- As the Company's operations for the first quarter of the year ended 31 March 2022 were adversely affected due to the outbreak of COVID-19, the results for the year ended 31 March 2022 are not strictly comparable with corresponding figures for the year ended 31 March 2021.
- The Board of Directors proposed a final dividend of Rs 4.20 per equity share @210% of the face value of Rs 2 per equity share, for the financial year ended 31 March 2022, which is subject to the approval of shareholders at the forthcoming Annual General Meeting. This comprises of Final Dividend @ 135% plus a Special Amrit Mahotsava Dividend @75% in commemoration of 75 years of independence.
- Dividend from subsidiary disclosed under exceptional items qualifies for deduction under section 80M of the Income Tax Act, 1961.
- Prior year comparatives are regrouped / reclassified wherever necessary to conform to current period's presentation.



AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2022, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)..... CONTD.

STATEMENT OF ASSETS AND LIABILITIES


Particulars	As at	
	31 March 2022	31 March 2021
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	187.51	186.46
Capital work-in-progress	2.09	0.61
Investment property	13.69	13.69
Intangible assets	1.00	0.58
Financial assets		
Investments	222.09	197.37
Others	7.77	8.99
Deferred tax assets (net)	-	7.50
Other assets	2.40	1.78
<b>Total non-current assets</b>	<b>436.55</b>	<b>416.98</b>
<b>Current assets</b>		
Inventories	304.80	89.45
Financial assets		
Investments	390.63	277.76
Trade receivables	416.94	372.73
Cash and cash equivalents	78.21	72.13
Other bank balances	27.77	25.05
Others	7.28	4.48
Other assets	408.57	209.51
<b>Total current assets</b>	<b>1,634.20</b>	<b>1,051.11</b>
<b>TOTAL ASSETS</b>	<b>2,070.75</b>	<b>1,468.09</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity share capital	36.73	36.65
Other equity	869.71	740.35
<b>TOTAL EQUITY</b>	<b>906.44</b>	<b>777.00</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Lease Liability	12.61	11.32
Provisions	15.46	14.40
Deferred tax liabilities (net)	3.03	-
<b>Total non-current liabilities</b>	<b>31.10</b>	<b>25.72</b>
<b>Current liabilities</b>		
Financial liabilities		
Trade payables	369.13	290.82
Lease Liability	4.63	3.39
Other financial liabilities	19.03	10.48
Other current liabilities	708.78	334.15
Provisions	29.32	23.19
Current tax liabilities (net)	2.32	3.34
<b>Total current liabilities</b>	<b>1,133.21</b>	<b>665.37</b>
<b>TOTAL LIABILITIES</b>	<b>1,164.31</b>	<b>691.09</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,070.75</b>	<b>1,468.09</b>



AUDITED STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

Particulars		31 March 2022	31 March 2021
<b>A.</b>	<b>Cash flow from operating activities</b>		
	<b>Net profit before tax</b>	213.90	96.68
	Adjustments for:		
	Loss / (profit) on sale of property, plant and equipment	(0.05)	(0.00)
	Gain on redemption of mutual fund investments	(5.75)	(0.40)
	Bad debts / provision for doubtful debts and advances	3.38	8.75
	Excess provision / creditors written back (including advances)	(0.30)	(0.88)
	Unrealised foreign exchange (gain) / loss (net)	(7.21)	(5.77)
	Depreciation and amortisation	19.84	19.07
	Interest earned	(6.61)	(4.96)
	Provision for Impairment	(0.16)	-
	Unrealised gain on mutual fund investments	(5.47)	(8.14)
	Dividend from mutual fund investments/ Subsidiary	(30.00)	(1.58)
	Interest on Lease Liability	1.68	1.74
	Equity-settled share-based payment transactions	2.94	0.08
	<b>Operating profit before working capital changes</b>	<b>186.19</b>	<b>104.59</b>
	Changes in working capital		
	Decrease/ (increase) in trade receivables	(48.64)	(118.13)
	(Increase)/decrease in inventories (including contracts in progress)	(362.40)	(49.98)
	(Increase)/decrease in other non-current financial assets	1.22	2.04
	Decrease/(Increase) in other non-current assets	0.09	0.20
	(Increase)/decrease in current financial assets-others	0.37	3.44
	Decrease/(increase) in other current assets	(54.75)	(55.51)
	(Decrease)/increase in trade payables	81.45	146.00
	(Decrease) in other current financial liabilities	8.57	(0.19)
	(Decrease)/increase in other current liabilities	374.61	174.53
	(Decrease)/Increase in long term provisions	(0.06)	(0.27)
	(Decrease)/Increase in short term provisions	6.12	17.50
	<b>Cash generated from operations</b>	<b>192.77</b>	<b>224.22</b>
	Direct taxes paid (including taxes deducted at source), net of refunds	(39.71)	(14.27)
	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>153.06</b>	<b>209.95</b>
<b>B.</b>	<b>Cash flow from investing activities</b>		
	Purchase of property, plant and equipment and intangible assets	(16.32)	(6.37)
	Investments:		
	- in mutual funds	(449.98)	(207.81)
	- in debentures & bonds	(25.41)	-
	Sale of investments		
	- in subsidiary	0.86	-
	- in mutual funds	348.33	38.60
	Proceeds from sale of property, plant and equipment	0.07	0.12
	Interest received on investments	6.14	5.11
	Dividend received on investments/ from subsidiary	30.00	-
	(Investment) /redemption in fixed deposits	-	15.00
	<b>NET CASH FROM / (USED) IN INVESTING ACTIVITIES</b>	<b>(106.31)</b>	<b>(155.35)</b>
<b>C.</b>	<b>Cash flow from financing activities</b>		
	Proceeds from exercise of employee stock options	2.62	0.34
	Dividend paid including dividend distribution tax	(39.68)	(0.43)
	Interest on Lease Liability	(1.68)	(1.74)
	Principal payment on Leases	(4.67)	(3.01)
	<b>NET CASH FROM / (USED) IN FINANCING ACTIVITIES</b>	<b>(43.41)</b>	<b>(4.84)</b>
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>3.34</b>	<b>49.76</b>
	<b>Cash and cash equivalents at the beginning of the year</b>	<b>72.13</b>	<b>21.58</b>
	<b>Add: effect of exchange rate changes on cash and cash equivalents</b>	<b>2.74</b>	<b>0.79</b>
	<b>Cash and cash equivalents at the end of the year</b>	<b>78.21</b>	<b>72.13</b>

Place : Pune  
Date : 25 May 2022

  
SHISHIR JOSHIPURA  
CEO AND MANAGING DIRECTOR  
DIN: 00574970



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## **P G BHAGWAT LLP**

Chartered Accountants  
LLPIN: AAT-9949

### **HEAD OFFICE**

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### **Independent Auditor's Report on Audited Standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

#### **INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF PRAJ INDUSTRIES LIMITED Report on the audit of the Standalone Financial Results**

##### **Opinion**

We have audited the accompanying standalone quarterly and annual financial results of Praj Industries Limited (the company) for the quarter ended 31<sup>st</sup> March 2022 and the year to date results for the period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

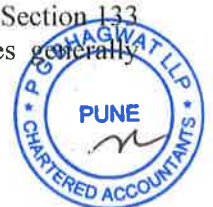
- i. Are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March 2022 as well as the year to date results for the period from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022.

##### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### **Management's Responsibilities for the Standalone Financial Results**

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the accounting principles generally accepted in India including The Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rule 2015 (as amended) under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally



# **P G BHAGWAT LLP**

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accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



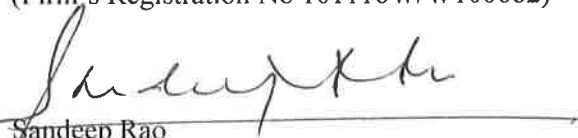
## **P G BHAGWAT LLP**

Chartered Accountants  
LLPIN: AAT-9949

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The quarterly standalone financial results for the period ended March 31, 2022 are the derived figures between the audited figures in respect of the year ended March 31, 2022 and the published year-to-date figures up to December 31, 2021, being the date of the end of the third quarter of the current financial year, which were subjected to limited review as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For P G BHAGWAT LLP  
Chartered Accountants  
(Firm's Registration No 101118W/W100682)



Sandeep Rao

Partner

Membership No. 47235

Pune

25<sup>th</sup> May, 2022

UDIN: 22047235AJONBI3951

