

Independent Auditors' Review Report
on the unaudited quarterly and half yearly standalone financial results of
Praj Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations
and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Praj Industries Limited
Praj Towers, S.No. 274 & 275/2
Bhumkar Chowk – Hinjewadi Road,
Pune – 411057, Maharashtra, India

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Praj Industries Limited (“PIL” or the Company) for the quarter and half year ended September 30, 2022 (“the Statement”) 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”).
2. This Statement, which is the responsibility of the Company’s Management and approved by the Company’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. 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 procedure 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.

Offices at: Mumbai | Kolhapur | Belagavi | Hubballi | Dharwad | Bengaluru



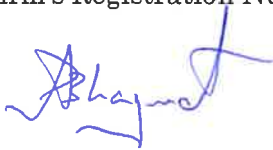
P G BHAGWAT LLP
Chartered Accountants
LLPIN: AAT-9949

4. 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 accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P G BHAGWAT LLP

Chartered Accountants

Firm's Registration Number: 101118W/W100682



Abhijeet Bhagwat

Partner

Membership Number: 136835

UDIN: 22136835BACGXI4580

Pune

October 18, 2022



UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2022, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)

(Rupees in crores except per share data)

Sr. No.	Particulars	Quarter ended			Year to date		Year ended
		30 September 2022	30 June 2022	30 September 2021	30 September 2022	30 September 2021	31 March 2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	INCOME						
	Revenue from operations	794.24	666.94	462.65	1,461.18	796.32	2,053.24
	Other income	26.27	4.27	5.91	30.55	10.39	51.66
	Total income	820.51	671.21	468.56	1,491.73	806.71	2,104.90
2	EXPENSES						
	Cost of materials consumed	538.91	449.76	312.58	988.67	521.16	1,357.78
	Changes in inventories of finished goods and work-in-progress	3.71	(5.74)	(9.07)	(2.03)	(9.38)	(30.13)
	Employee benefits expense	57.63	46.80	48.31	104.43	85.74	185.89
	Finance costs	0.66	0.56	0.48	1.22	0.99	2.14
	Depreciation and amortisation expense	6.37	5.57	4.72	11.94	9.39	19.84
	Exchange (gain) / loss	(3.15)	(3.23)	(3.43)	(6.37)	(4.26)	(10.77)
	Other expenses	135.19	124.01	77.13	259.21	136.06	366.25
	Total expenses	739.32	617.73	430.72	1,357.07	739.70	1,891.00
3	Profit before exceptional items and tax (1-2)	81.19	53.48	37.84	134.66	67.01	213.90
4	Exceptional items	-	-	-	-	-	-
5	Profit before tax (3-4)	81.19	53.48	37.84	134.66	67.01	213.90
6	Tax expense						
	Current tax	14.85	11.35	10.76	26.20	14.10	36.10
	Deferred tax	2.26	1.51	0.41	3.78	4.68	10.81
	Adjustments of tax relating to earlier periods	-	-	-	-	-	2.59
	Total tax expense	17.11	12.86	11.17	29.98	18.78	49.50
7	Profit for the period (5-6)	64.08	40.62	26.67	104.68	48.23	164.40
8	Other comprehensive income						
	Items that will not be reclassified to profit and loss:						
	Re-measurement of defined benefit plans	(2.89)	0.09	(2.61)	(2.80)	(2.82)	(1.12)
	Income tax effect	0.73	(0.02)	0.92	0.70	0.99	0.28
	Other comprehensive income	(2.16)	0.07	(1.69)	(2.10)	(1.83)	(0.84)
9	Total comprehensive income for the year (7+8)	61.92	40.69	24.98	102.58	46.40	163.56
	Earnings per equity share (Nominal value per share Rs. 2 each)						
	Basic	3.49	2.21	1.45	5.70	2.63	8.95
	Diluted	3.49	2.21	1.45	5.70	2.63	8.95

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 18 October 2022.
- The Company operates only in one segment, i.e. "Process and Project Engineering".
- During the quarter ended 30 September 2022, the Company allotted 34,000 equity shares to its employees under Employee Stock Option Plan.
- The results have been subjected to Limited Review by the Statutory Auditors.
- Other income includes dividend from subsidiary of Rs. 20 Crores for quarter and half year ended 30 September 2022 and Rs. 30 Crore for year ended 31 March 2022.
- Prior year comparatives are regrouped / reclassified wherever necessary to conform to current period's presentation.



UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2022, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)..... CONTD.

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at	
	30 September 2022	31 March 2022
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	196.92	187.51
Capital work-in-progress	4.82	1.43
Investment property	13.69	13.69
Intangible assets	2.23	1.00
Intangible assets under development	1.04	0.67
Financial assets		
Investments	210.66	222.09
Others	10.66	7.77
Deferred tax assets (net)	-	-
Other assets	3.19	2.40
Total non-current assets	443.21	436.55
Current assets		
Inventories	351.73	304.80
Financial assets		
Investments	323.35	390.63
Trade receivables	542.22	416.94
Cash and cash equivalents	62.75	78.21
Other bank balances	27.75	27.77
Others	3.87	7.28
Current tax asset (net)	3.67	-
Other assets	405.35	408.57
Total current assets	1,720.69	1,634.20
TOTAL ASSETS	2,163.90	2,070.75
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	36.74	36.73
Other equity	896.37	869.71
TOTAL EQUITY	933.11	906.44
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Lease Liability	15.23	12.61
Provisions	15.39	15.46
Deferred tax liabilities (net)	6.11	3.03
Total non-current liabilities	36.73	31.10
Current liabilities		
Financial liabilities		
Trade payables		
(i) Total outstanding dues of micro enterprises and small enterprises	67.49	25.16
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	288.34	343.97
Lease Liability	7.08	4.63
Other financial liabilities	20.54	7.85
Other current liabilities	782.22	708.78
Provisions	28.39	40.49
Current tax liabilities (net)	-	2.32
Total current liabilities	1,194.06	1,133.21
TOTAL LIABILITIES	1,230.79	1,164.31
TOTAL EQUITY AND LIABILITIES	2,163.90	2,070.75



UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2022, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)..... CONTD.

UNAUDITED STANDALONE CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30 SEPTEMBER 2022

Particulars	Half Year	
	30 September 2022	30 September 2021
A. Cash flow from operating activities		
Net profit before tax	134.66	67.01
Adjustments for:		
Loss / (profit) on sale of property, plant and equipment	-	(0.05)
Gain on redemption of mutual fund investments	(9.70)	(9.64)
Bad debts / provision for doubtful debts and advances	3.71	0.20
Excess provision / creditors written back (including advances)	(0.20)	(0.00)
Unrealised foreign exchange (gain) / loss (net)	(3.22)	(3.03)
Depreciation and amortisation	11.94	9.39
Interest earned	(2.67)	(3.12)
Unrealised gain on mutual fund investments	2.34	3.60
Dividend from Subsidiary	(20.00)	-
Interest on Lease Liability	1.01	0.75
Equity-settled share-based payment transactions	0.78	1.08
Operating profit before working capital changes	118.65	66.19
Changes in working capital		
Decrease/ (increase) in trade receivables	(128.37)	(16.92)
(Increase)/decrease in inventories (including contracts in progress)	(82.67)	(81.34)
(Increase)/decrease in other non-current financial assets	(2.89)	0.70
Decrease/(increase) in other non-current assets	(0.05)	(0.06)
(Increase)/decrease in current financial assets-others	4.56	(0.09)
Decrease/(increase) in other current assets	38.98	(14.98)
(Decrease)/increase in trade payables	(17.05)	(0.60)
(Decrease) in other current financial liabilities	12.83	2.65
(Decrease)/increase in other current liabilities	73.45	122.10
(Decrease)/Increase in long term provisions	(2.87)	(0.44)
(Decrease)/Increase in short term provisions	(12.11)	(7.75)
Cash generated from operations	2.46	69.46
Direct taxes paid (including taxes deducted at source), net of refunds	(32.18)	(17.31)
NET CASH FROM OPERATING ACTIVITIES	(29.72)	52.15
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(17.22)	(4.04)
Investments:		
- in mutual funds	(173.05)	(95.00)
- in debentures & bonds	-	(25.29)
Sale of investments		
- in subsidiary	-	0.86
- in mutual funds	247.72	100.85
- in debentures and bonds	11.42	-
Proceeds from sale of property, plant and equipment	-	0.07
Interest received on investments	3.64	3.09
Dividend received on investments/ from subsidiary	20.00	-
NET CASH FROM / (USED) IN INVESTING ACTIVITIES	92.51	(19.46)
C. Cash flow from financing activities		
Proceeds from exercise of employee stock options	0.31	2.57
Dividend paid including dividend distribution tax	(77.16)	(39.71)
Interest on Lease Liability	(1.01)	(0.75)
Principal payment on Leases	(4.43)	(1.63)
Interest paid	-	-
NET CASH FROM / (USED) IN FINANCING ACTIVITIES	(82.29)	(39.52)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(19.50)	(6.83)
Cash and cash equivalents at the beginning of the year	78.21	72.13
Add: effect of exchange rate changes on cash and cash equivalents	4.04	0.91
Cash and cash equivalents at the end of the year	62.75	66.21

Place : Pune
Date : 18 October 2022



SHISHIR JOSHIPURA
CEO AND MANAGING DIRECTOR
DIN: 00574970



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