

**P G BHAGWAT LLP**  
Chartered Accountants  
LLPIN: AAT-9949

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**Independent Auditor's Review Report**  
on the unaudited quarterly and half yearly consolidated 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 Consolidated Financial Results of Praj Industries Limited ("PIL/the Holding Company"), and its Subsidiaries (Holding Company and its Subsidiaries together referred to as "the Group") for the quarter and half year ended September 30, 2022 ("the Statement"), being submitted by the Holding 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 Holding Company's Management and has been approved by the Holding 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting

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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 following entities:

A. Subsidiaries

- i. Praj HiPurity Systems Limited
  - ii. Praj Far East (Philippines) Inc.
  - iii. Praj Engineering & Infra Limited
  - iv. Praj Far East Co. Limited
  - v. Praj Americas Inc.
  - vi. Praj Industries (Africa) Pty Limited (upto January 20, 2022)
5. Based on our review conducted and procedures performed as stated in paragraph 3 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.

**Other Matters Paragraphs**

6. We did not review the financial results of three subsidiaries included in the Consolidated Financial Results, whose financial results reflect total assets of Rs 11.45 Crores and net assets of Rs 7.02 Crores as at September 30, 2022, revenues from operation of Rs 7.68 Crores, total comprehensive income (comprising of profit and other comprehensive income) of Rs 1.27 Crores and net cash outflows of Rs 0.04 Crores, for the half year ended as on that date. These results are Management Drawn. According



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to the information and explanations given to us by the Management and in our opinion, these financial results are not material to the Group.

These subsidiaries are located outside India whose financial results and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries. The Holding Company's Management has converted the financial results and other financial information of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments, if any, made by the Holding Company's Management.

Our conclusion on the Statement is not modified in respect of the matter set out in paragraph above.

For P G BHAGWAT LLP  
Chartered Accountants  
Firm's Registration Number: 101118W/W100682



Abhijeet Bhagwat

Partner

Membership Number: 136835

UDIN: 22136835BACHKI7648

Pune

October 18, 2022



**UNAUDITED CONSOLIDATED 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)
<b>1</b>	<b>INCOME</b>						
	Revenue from operations	876.58	729.87	532.41	1,606.45	918.67	2,333.32
	Other income	6.16	5.48	6.59	11.64	11.65	24.12
	<b>Total income</b>	<b>882.74</b>	<b>735.35</b>	<b>539.00</b>	<b>1,618.09</b>	<b>930.32</b>	<b>2,357.44</b>
<b>2</b>	<b>EXPENSES</b>						
	Cost of materials consumed	571.49	474.62	344.63	1,046.11	577.83	1,481.13
	Changes in inventories of finished goods and work-in-progress	1.07	(2.74)	(10.12)	(1.67)	(6.64)	(27.38)
	Employee benefits expense	65.53	54.11	56.23	119.64	100.68	217.62
	Finance costs	0.82	0.74	0.57	1.56	1.17	2.51
	Depreciation and amortisation expense	7.19	6.39	5.38	13.58	10.71	22.59
	Exchange (gain) / loss	(2.95)	(3.29)	(3.57)	(6.24)	(4.41)	(12.07)
	Other Expenses	173.81	151.29	99.11	325.10	174.41	468.16
	<b>Total expenses</b>	<b>816.96</b>	<b>681.12</b>	<b>492.23</b>	<b>1,498.08</b>	<b>853.75</b>	<b>2,152.56</b>
<b>3</b>	<b>Profit before exceptional items and tax (1-2)</b>	<b>65.78</b>	<b>54.23</b>	<b>46.77</b>	<b>120.01</b>	<b>76.57</b>	<b>204.88</b>
<b>4</b>	<b>Exceptional items</b>	-	-	-	-	-	-
<b>5</b>	<b>Profit before tax (3-4)</b>	<b>65.78</b>	<b>54.23</b>	<b>46.77</b>	<b>120.01</b>	<b>76.57</b>	<b>204.88</b>
<b>6</b>	<b>Tax expense</b>						
	Current tax	15.74	11.79	12.46	27.53	17.09	43.07
	Deferred tax	2.21	1.18	0.97	3.39	3.94	8.77
	Adjustments of tax relating to earlier periods	(0.30)	-	-	(0.30)	-	2.79
	<b>Total tax expense</b>	<b>17.65</b>	<b>12.97</b>	<b>13.43</b>	<b>30.62</b>	<b>21.03</b>	<b>54.63</b>
<b>7</b>	<b>Profit for the year (5-6)</b>	<b>48.13</b>	<b>41.26</b>	<b>33.34</b>	<b>89.39</b>	<b>55.54</b>	<b>150.25</b>
<b>8</b>	Attributable to :						
	Non-controlling interest	-	-	0.01	0.01	-	0.01
	<b>Equity holder's of parents</b>	<b>48.13</b>	<b>41.26</b>	<b>33.33</b>	<b>89.39</b>	<b>55.54</b>	<b>150.24</b>
<b>9</b>	<b>Other comprehensive income</b>						
	<b>Items that will not be reclassified to profit and loss:</b>						
	Re-measurement of defined benefit plans	(3.11)	0.22	(2.75)	(2.89)	(2.92)	(1.06)
	Income tax effect	0.73	(0.02)	0.92	0.70	0.99	0.28
	<b>Items that will be reclassified to profit and loss:</b>						
	Exchange differences on translation of foreign operations	(0.22)	(0.14)	(0.31)	(0.35)	(0.24)	(1.46)
	Income tax effect	-	-	-	-	-	-
	<b>Other comprehensive income</b>	<b>(2.60)</b>	<b>0.06</b>	<b>(2.14)</b>	<b>(2.54)</b>	<b>(2.17)</b>	<b>(2.24)</b>
<b>10</b>	<b>Total comprehensive income for the year (7+9)</b>	<b>45.53</b>	<b>41.32</b>	<b>31.20</b>	<b>86.85</b>	<b>53.37</b>	<b>148.01</b>
<b>11</b>	Attributable to :						
	Non-controlling interest	-	-	0.01	0.01	-	-
	<b>Equity holders of parents</b>	<b>45.52</b>	<b>41.32</b>	<b>31.19</b>	<b>86.84</b>	<b>53.37</b>	<b>148.01</b>
	<b>Earnings per equity share (Nominal value per share Rs. 2 each)</b>						
	Basic	2.62	2.25	1.82	4.87	3.03	8.18
	Diluted	2.62	2.25	1.82	4.86	3.03	8.18

**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 group operates only in one segment, i.e. "Process and Project Engineering".
- During the quarter ended 30 September 2022, Parent 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.
- Prior year comparatives are regrouped / reclassified wherever necessary to conform to current period's presentation.



UNAUDITED CONSOLIDATED 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	30 September	31 March
	2022	2022
	(Unaudited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	216.46	208.53
Capital work-in-progress	4.82	1.42
Investment property	13.69	13.69
Goodwill	62.62	62.62
Intangible assets	2.38	1.22
Intangible assets under development	1.04	0.67
Financial assets		
Investments	53.80	65.22
Loans	-	-
Others	21.52	13.87
Deferred tax assets (net)	-	1.93
Other assets	4.02	3.06
<b>Total non-current assets</b>	<b>380.35</b>	<b>372.23</b>
<b>Current assets</b>		
Inventories	402.42	345.03
Financial assets		
Investments	332.60	397.88
Trade receivables	638.61	511.79
Cash and cash equivalents	79.08	107.46
Other bank balances	38.61	47.63
Others	4.13	7.45
Current tax asset (net)	5.41	-
Other assets	417.00	423.27
<b>Total current assets</b>	<b>1,917.86</b>	<b>1,840.51</b>
<b>TOTAL ASSETS</b>	<b>2,298.21</b>	<b>2,212.74</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity share capital	36.74	36.73
Other equity	889.91	878.98
<b>Sub-total - total equity attributable to parent</b>	<b>926.65</b>	<b>915.71</b>
Non-controlling interests	0.05	0.04
<b>TOTAL EQUITY</b>	<b>926.70</b>	<b>915.75</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Lease Liability	15.23	14.76
Other financial liabilities	0.64	0.64
Provisions	17.33	17.05
Deferred tax liabilities (net)	0.76	-
<b>Total non-current liabilities</b>	<b>33.96</b>	<b>32.45</b>
<b>Current liabilities</b>		
Financial liabilities		
Trade payables		
(i) Total outstanding dues of micro enterprises and small enterprises	67.49	39.64
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	339.31	385.15
Lease Liability	10.35	6.33
Other financial liabilities	21.35	11.99
Other current liabilities	869.08	776.14
Provisions	29.97	42.90
Current tax liabilities (net)	-	2.39
<b>Total current liabilities</b>	<b>1,337.55</b>	<b>1,264.54</b>
<b>TOTAL LIABILITIES</b>	<b>1,371.51</b>	<b>1,296.99</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,298.21</b>	<b>2,212.74</b>



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

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

	Particulars	30 September 2022	30 September 2021
<b>A</b>	<b>Cash flow from operating activities</b>		
	<b>Net profit before tax</b>	120.01	76.57
	Adjustments for:		
	Loss / (profit) on sale of property, plant and equipment	0.18	(0.05)
	Gain on redemption of mutual fund investments	(9.70)	(9.64)
	Bad Debts / Provision for doubtful debts and advances	4.89	1.42
	Excess provision / creditors written back (including advances)	(0.20)	(0.04)
	Unrealised foreign exchange (gain) / loss (net)	(3.58)	(3.28)
	Sundry Balances Written Off	-	0.09
	Depreciation and amortisation	13.58	10.71
	Interest earned	(3.64)	(4.26)
	Unrealised gain on mutual fund investments	2.34	3.60
	Interest on Lease Liability	1.28	0.87
	Equity-settled share-based payment transactions	0.78	1.08
	<b>Operating profit before working capital changes</b>	<b>125.94</b>	<b>77.07</b>
	Changes in working capital		
	(Increase) /decrease in trade receivables	(131.08)	(15.85)
	(Increase)/decrease in inventories (including contracts in progress)	(87.33)	(70.32)
	(Increase)/decrease in other non-current financial assets	(7.65)	2.21
	(Increase)/decrease in other non-current assets	0.01	(0.02)
	(Increase)/decrease in current financial assets-others	0.18	(1.83)
	(Increase)/decrease in other current assets	45.03	(33.63)
	Increase/(decrease) in trade payables	(17.12)	(17.61)
	Increase/(decrease) in other current financial liabilities	9.50	3.09
	Increase/(decrease) in other current liabilities	92.94	132.23
	Increase/(decrease) in long term provisions	0.28	2.87
	Increase/(decrease) in short term provisions	(15.81)	(10.68)
	<b>Cash generated from operations</b>	<b>14.89</b>	<b>67.53</b>
	Direct taxes paid (including taxes deducted at source), net of refunds	(35.03)	(19.30)
	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(20.14)</b>	<b>48.23</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Purchase of property, plant and equipment and intangible assets	(18.09)	(4.42)
	Investments:		
	- in mutual funds	(173.01)	(95.00)
	- in debentures & bonds	-	(25.29)
	Sale of investments		
	- in mutual funds	247.69	100.85
	Proceeds from sale of property, plant and equipment	11.38	0.07
	Interest received on investments	4.66	4.28
	Investment /(redemption) in fixed deposits	(2.00)	5.50
	<b>NET CASH FROM / (USED) IN INVESTING ACTIVITIES</b>	<b>70.63</b>	<b>(14.01)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Proceeds from exercise of employee stock options	0.30	2.57
	Dividend paid including dividend distribution tax	(77.14)	(39.71)
	Interest on Lease Liability	(1.28)	(0.87)
	Principal Payment on Leases	(4.79)	(1.93)
	<b>NET CASH FROM / (USED) IN FINANCING ACTIVITIES</b>	<b>(82.91)</b>	<b>(39.94)</b>
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(32.42)</b>	<b>(5.72)</b>
	<b>Cash and cash equivalents at the beginning of the year</b>	<b>107.46</b>	<b>101.11</b>
	<b>Add: effect of exchange rate changes on cash and cash equivalents</b>	<b>4.04</b>	<b>0.91</b>
	<b>Cash and cash equivalents at the end of the year</b>	<b>79.08</b>	<b>96.30</b>

*S. Jashir - S*

SHISHIR JOSHIPURA

CEO AND MANAGING DIRECTOR

DIN: 00574970

Place : Pune

Date : 18 October 2022



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