

P G BHAGWAT LLP
Chartered Accountants
LLPIN: AAT-9949

HEAD OFFICE
Suites 102, 'Orchard'
Dr. Pai Marg, Baner, Pune – 45
Tel (0): 020 – 27290771/1772/1773
Email: pgb@pgbhagwatca.com
Web: www.pgbhagwatca.com

Independent Auditor's Review Report
on the unaudited quarter and half year ended 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, 2023 ("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



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

financial information consists of making inquiries, primarily of persons responsible for financial and accounting 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 GenX Limited

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.



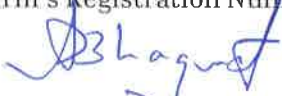
Other Matters Paragraphs

6. We did not review the financial statements of three subsidiaries included in the Unaudited Consolidated Financial Results, whose financial results reflect total assets of Rs. 98.579 million and net assets of Rs. 83.680 million as at September 30, 2023, revenues from operation of Rs 54.275 million and total comprehensive income (comprising of profit and other comprehensive income) of Rs 1.178 million and net cash outflow Rs. 8.249 million for the half year ended as on that date. These results are Management Drawn. According 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 matters set out in paragraphs above.

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


Abhijeet Bhagwat

Partner

Membership Number: 136835

UDIN: 23136835BGXPSG2439



Pune

October 31, 2023



UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2023, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)

(Rupees in million except per share data)

Sr. No.	Particulars	Quarter ended			Year to date		
		30 September 2023	30 June 2023	30 September 2022	30 September 2023	30 September 2022	31 March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	INCOME						
	Revenue from operations	8,823.685	7,367.227	8,806.172	16,190.912	16,125.886	35,280.378
	Other income	108.885	121.162	61.742	230.047	116.450	356.008
	Total income	8,932.570	7,488.389	8,867.914	16,420.959	16,242.336	35,636.386
2	EXPENSES						
	Cost of materials consumed	4,931.109	4,429.687	5,755.326	9,360.796	10,522.502	22,291.935
	Changes in inventories of finished goods and work-in-progress	58.003	(34.724)	10.650	23.279	(16.730)	(277.581)
	Employee benefits expense	889.019	627.516	655.359	1,516.535	1,196.432	2,575.915
	Finance costs	10.262	10.978	8.194	21.240	15.570	46.289
	Depreciation and amortisation expense	90.682	88.056	71.852	178.738	135.763	302.471
	Exchange (gain) / loss	(61.655)	(41.508)	(29.425)	(103.163)	(62.369)	(102.020)
	Other Expenses	2,167.029	1,631.351	1,738.180	3,798.380	3,251.049	7,612.128
	Total expenses	8,084.449	6,711.356	8,210.136	14,795.805	15,042.217	32,449.137
3	Profit before exceptional items and tax (1-2)	848.121	777.033	657.778	1,625.154	1,200.119	3,187.249
4	Exceptional items	-	-	-	-	-	-
5	Profit before tax (3-4)	848.121	777.033	657.778	1,625.154	1,200.119	3,187.249
6	Tax expense						
	Current tax	223.506	193.644	157.377	417.150	275.261	874.854
	Deferred tax	0.936	(3.337)	22.077	(2.401)	33.902	(85.497)
	Adjustments of tax relating to earlier periods	-	-	(2.962)	-	(2.962)	(0.290)
	Total tax expense	224.442	190.307	176.492	414.749	306.201	789.067
7	Profit for the year (5-6)	623.679	586.726	481.286	1,210.405	893.918	2,398.182
8	Attributable to :						
	Non-controlling interest	0.049	0.199	0.028	0.248	0.062	0.241
	Equity holder's of parents	623.630	586.527	481.258	1,210.157	893.856	2,397.941
9	Other comprehensive income						
	Items that will not be reclassified to profit and loss:						
	Re-measurement of defined benefit plans	(44.648)	0.846	(31.104)	(43.802)	(28.885)	(21.372)
	Income tax effect	10.322	(0.222)	7.283	10.100	7.046	5.366
	Items that will be reclassified to profit or loss :						
	Debt instruments through other comprehensive income	0.067	1.300	-	1.367	-	(5.261)
	Income tax effect	(0.017)	(0.327)	-	(0.344)	-	1.324
	Exchange differences on translation of foreign operations	(1.463)	(2.256)	(2.229)	(3.719)	(3.632)	3.612
	Other comprehensive income	(35.739)	(0.659)	(26.050)	(36.398)	(25.471)	(16.331)
10	Total comprehensive income for the year (7+9)	587.940	586.067	455.236	1,174.007	868.447	2,381.851
11	Attributable to :						
	Non-controlling interest	0.049	0.199	0.028	0.248	0.062	0.241
	Equity holders of parents	587.891	585.868	455.208	1,173.759	868.385	2,381.610
	Earnings per equity share (Nominal value per share Rs. 2 each)						
	Basic	3.40	3.19	2.62	6.59	4.87	13.05
	Diluted	3.40	3.19	2.62	6.59	4.86	13.05

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 31 October 2023.
- The group operates only in one segment, i.e. "Process and Project Engineering".
- The results have been subjected to Limited Review by the Statutory Auditors.
- In order to have a uniform unit of measurement across financial results, financial statements and other reports, the results from the quarter ended 31st March 2023 are presented in millions.
- 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 2023, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)..... CONTD.

STATEMENT OF ASSETS AND LIABILITIES

Rs in million

Particulars	30 September 2023	31 March 2023
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	2,284.980	2,365.992
Capital work-in-progress	245.806	68.724
Investment property	136.928	136.928
Goodwill	626.150	626.150
Intangible assets	38.465	39.170
Intangible assets under development	1.171	0.763
Financial assets		
Investments	1,012.471	844.534
Others	158.104	123.367
Deferred tax assets (nct)	123.622	111.470
Other assets	69.550	49.761
Total non-current assets	4,697.247	4,366.859
Current assets		
Inventories	2,790.982	3,336.241
Financial assets		
Investments	3,461.080	4,584.407
Trade receivables	7,535.978	7,948.334
Cash and cash equivalents	2,007.690	985.814
Other bank balances	394.978	462.381
Others	216.362	187.108
Current tax asset (net)	71.446	54.059
Other assets	4,641.218	4,261.465
Total current assets	21,119.734	21,819.809
TOTAL ASSETS	25,816.981	26,186.668
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	367.426	367.426
Other equity	10,758.394	10,412.558
Sub-total - total equity attributable to parent	11,125.820	10,779.984
Non controlling interests	0.936	0.688
TOTAL EQUITY	11,126.756	10,780.672
LIABILITIES		
Non-current liabilities		
Financial liabilities		
Lease Liability	204.871	262.692
Other financial liabilities	6.393	6.393
Provisions	195.043	131.590
Total non-current liabilities	406.307	400.675
Current liabilities		
Financial liabilities		
Trade payables		
(i) Total outstanding dues of micro enterprises and small enterprises	993.137	1,106.635
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,467.125	3,883.522
Lease Liability	170.877	158.757
Other financial liabilities	405.476	388.529
Other current liabilities	8,785.013	8,640.728
Provisions	385.532	439.803
Current tax liabilities (net)	76.758	327.347
Total current liabilities	14,283.918	15,005.321
TOTAL LIABILITIES	14,690.225	15,405.996
TOTAL EQUITY AND LIABILITIES	25,816.981	26,186.668



UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2023, PREPARED IN COMPLIANCE WITH THE INDIAN ACCOUNTING STANDARDS (IND AS)..... CONTD.

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

	Particulars	30 SEPTEMBER 2023	30 SEPTEMBER 2022
A	Cash flow from operating activities		
	Net profit before tax	1,625.154	1,200.119
	Adjustments for:		
	Loss / (profit) on sale of property, plant and equipment	0.875	1.802
	Gain on redemption of mutual fund investments	-147.775	-97.006
	Bad Debts / Provision for doubtful debts and advances	160.663	48.865
	Excess provision / creditors written back (including advances)	-1.260	-2.031
	Unrealised foreign exchange (gain) / loss (net)	-71.724	-35.794
	Sundry Balances Written Off	2.623	0.007
	Income from Debentures/bonds	0.000	0.000
	Depreciation and amortisation	178.738	135.763
	Interest earned	-77.101	-36.445
	Unrealised gain on mutual fund investments	0.254	23,404
	Interest on Lease Liability	18.744	12.796
	Interest charged	0.120	0.000
	Equity-settled share-based payment transactions	0.000	7.848
	Operating profit before working capital changes	1,689.311	1,259.328
	Changes in working capital		
	(Increase) /decrease in trade receivables	259.917	-1,310.804
	(Increase)/decrease in inventories (including contracts in progress)	69.528	-873.260
	(Increase)/decrease in non-current loans	0.000	0.000
	(Increase)/decrease in other non-current financial assets	-62.883	-76.521
	(Increase)/decrease in other non-current assets	-0.437	0.070
	(Increase)/decrease in current financial assets-others	42.132	162.206
	(Increase)/decrease in other current assets	95.978	289,876
	Increase/(decrease) in trade payables	-586.109	-171.168
	Increase/(decrease) in other current financial liabilities	16.259	-33.572
	Increase/(decrease) in other current liabilities	144.285	929.443
	Increase/(decrease) in long term provisions	63.453	2.774
	Increase/(decrease) in short term provisions	-99.065	-29.497
	Cash generated from operations	1,632.369	148.875
	Direct taxes paid (including taxes deducted at source), net of refunds	-685.126	-350.300
	NET CASH FROM OPERATING ACTIVITIES	947.243	-201.425
B	Cash flow from investing activities		
	Purchase of property, plant and equipment and intangible assets	-271.159	-180.906
	Investments:		
	- in subsidiaries	0.000	0.000
	- in mutual funds	-2,003.311	-1,730.087
	- in debentures & bonds	-335.829	113.781
	Sale of investments		
	- in mutual funds	3,327.616	2,476.901
	- in debentures & bonds	285.801	0.000
	Proceeds from sale of property, plant and equipment	2.381	0.000
	Interest received on investments	52.100	46.590
	Investment /(redemption) in fixed deposits	-63.926	-20.000
	NET CASH FROM / (USED) IN INVESTING ACTIVITIES	993.673	706.279
C	Cash flow from financing activities		
	Proceeds from exercise of employee stock options	0.000	3.011
	Dividend paid	-827.235	-771.353
	Interest on Lease Liability	-18.744	-12.796
	Principal Payment on Leases	-81.187	-47.936
	Interest paid	-0.120	0.000
	NET CASH FROM / (USED) IN FINANCING ACTIVITIES	-927.286	-829.074
	Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,013.630	-324.220
	Cash and cash equivalents at the beginning of the year	985.814	1,074.563
	Add: effect of exchange rate changes on cash and cash equivalents	8.246	40.446
	Cash and cash equivalents at the end of the year	2,007.690	790.789

Shishir Joshipura

SHISHIR JOSHIPURA
CEO AND MANAGING DIRECTOR
DIN: 00574970

Place : Pune
Date : 31 October 2023

