

AIA ENGINEERING LIMITED

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259GJ1991PLC015182
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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-2021	31-Mar-2021	30-Jun-2020	31-Mar-2021
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from sale of products	63,759.71	63,645.09	47,192.38	241,031.67
	Other operating revenue	961.64	984.87	1,892.20	6,267.71
	a) Total revenue from operations	64,721.35	64,629.96	49,084.58	247,299.38
	b) Other income	4,070.92	2,445.51	5,989.58	14,480.71
	Total income (a+b)	68,792.27	67,075.47	55,074.16	261,780.09
2	Expenses				
	a) Cost of materials consumed	35,576.13	29,015.28	19,529.02	108,078.03
	b) Purchase of stock-in-trade	194.82	581.59	1,194.63	3,307.97
	c) Changes in inventories of finished goods and work-in-progress	(3,445.07)	3,133.77	(16.81)	(1,243.11)
	d) Employee benefits expense	2,558.28	2,403.44	2,477.45	9,805.91
	e) Finance costs	71.81	62.16	126.85	398.52
	f) Depreciation and amortisation expense	2,367.37	2,146.82	2,446.21	9,097.06
	g) Other expenses	17,501.04	17,545.72	12,454.20	67,534.42
	Total expenses (a+b+c+d+e+f+g)	54,824.38	54,888.78	38,211.55	196,978.80
3	Profit before tax (1-2)	13,967.89	12,186.69	16,862.61	64,801.29
4	Tax expense				
	(i) Current tax	3,605.47	3,156.42	6,176.91	18,628.27
	(ii) Deferred tax	(48.88)	(91.66)	(1,866.13)	(2,317.16)
	Total tax expense (i+ii)	3,556.59	3,064.76	4,310.78	16,311.11
5	Profit for the period (3-4)	10,411.30	9,121.93	12,551.83	48,490.18
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	52.50	135.42	(72.00)	201.84
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	(13.21)	(34.08)	18.12	(50.80)
	(iii) Items that will be reclassified to statement of profit and loss	1,011.66	286.12	(608.90)	(566.88)
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	(254.62)	(72.01)	153.25	142.67
7	Total other comprehensive income / (loss) (net of tax)	796.33	315.45	(509.53)	(273.17)
8	Total comprehensive income for the period (5+7)	11,207.63	9,437.38	12,042.30	48,217.01
9	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
10	Other equity				407,555.76
11	Earnings per equity share (EPS) in ₹ (not annualised)				
	Basic	11.04	9.67	13.31	51.41
	Diluted	11.04	9.67	13.31	51.41

Notes :

- (i) The above unaudited standalone financial results for the quarter ended 30 June 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 13 August 2021. These unaudited standalone financial results have been subjected to Limited review by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
- (ii) The unaudited standalone financial results are prepared in accordance with the Indian Accounting Standards 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- (iii) During the previous year, the Canada Border Service Agency (CBSA) had initiated investigations with respect to alleged dumping and subsidizing of certain grinding media from India based on complaint filed by Magotteaux Limitee, located in Magog Quebec. The applicable rules and regulations enable CBSA to levy an interim duty while the matter continues to be under investigation. Accordingly, CBSA has imposed interim duty of 32.2% duty on certain grades of grinding media exported from India into Canada with effect from 1 May 2021.

During current quarter, CBSA has completed its review and has proposed to impose duty of 22.0% on certain grades of grinding media exported from India into Canada subject to the final decision in this behalf by The Canadian International Trade Tribunal (CITT) with respect to determination of the injury/damage, if any, which is expected by end of August 2021. The Company has taken appropriate steps to defend its position before the said Tribunal.
- (iv) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

NOTES TO UNAUDITED STANDALONE FINANCIAL RESULTS (CONTINUED)

- (v) The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial results including the recoverability of carrying amounts of financial and non- financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these standalone financial results, used internal and external sources of information and expects that the carrying amount of these assets will be recovered. Having reviewed the underlying information, management believes the impact of the pandemic may not be significant. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.
- (vi) The Company has only one reportable primary business segment as per IND AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- (vii) Figures for the 3 months ended 31 March 2021 as reported in this unaudited standalone financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- (viii) Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.

During the quarter ended 31 December 2020, the management had reclassified certain items of 'stores, spares and consumables' as 'raw materials'. Accordingly, the following amounts from the comparative periods have been regrouped/reclassified to make them comparable with current period's figures.

Particulars	Quarter ended
	30-Jun-2020
	Unaudited
Increase in raw material consumption / cost of material consumed	831.66
Decrease in stores, spares and consumable consumption / other expenses	831.66

By Order of Board of Directors
For AIA Engineering Limited

Place: Ahmedabad
Date: 13 August 2021

(Bhadresh K. Shah)
Managing Director
DIN:00058177

AIA ENGINEERING LIMITED

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-21	31-Mar-21	30-Jun-20	31-Mar-21
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from sale of products	73,032.46	85,032.05	56,142.13	281,877.87
	Other operating revenue	961.64	984.94	1,892.54	6,271.37
	a) Total revenue from operations	73,994.10	86,016.99	58,034.67	288,149.24
	b) Other income	3,951.68	2,324.28	7,475.59	17,219.59
	Total Income (a+b)	77,945.78	88,341.27	65,510.26	305,368.83
2	Expenses				
	a) Cost of materials consumed	35,785.90	30,400.89	20,848.23	113,505.12
	b) Changes in inventories of finished goods and work-in-progress	(7,508.41)	9,976.67	2,767.82	755.46
	c) Employee benefits expense	3,384.95	3,254.63	3,315.65	13,350.47
	d) Finance costs	73.53	68.61	140.78	429.31
	e) Depreciation and amortisation expense	2,416.86	2,203.52	2,511.23	9,350.09
	f) Other expenses	25,141.56	25,461.71	18,754.57	95,013.59
	Total expenses (a+b+c+d+e+f)	59,294.39	71,366.03	48,338.28	232,404.04
3	Profit before tax (1-2)	18,651.39	16,975.24	17,171.98	72,964.79
4	Tax expense				
	(i) Current tax	3,615.93	3,164.27	6,197.18	18,683.22
	(ii) Deferred tax	125.92	497.69	(1,958.44)	(2,289.07)
	Total tax expense (i+ii)	3,741.85	3,661.96	4,238.74	16,394.15
5	Profit for the period (3-4)	14,909.54	13,313.28	12,933.24	56,570.64
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	59.02	158.57	(76.65)	223.38
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	(14.85)	(39.92)	19.29	(56.22)
	(iii) Items that will be reclassified to statement of profit and loss	869.85	262.57	(837.76)	(2,607.95)
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	(254.62)	(72.01)	153.25	142.67
7	Total other comprehensive income / (loss) (net of tax)	659.40	309.21	(741.87)	(2,298.12)
8	Total comprehensive income for the period (5+7)	15,568.94	13,622.49	12,191.37	54,272.52
9	Net profit / (loss) attributable to:				
	a) Owners of the Holding Company	14,932.52	13,376.41	12,926.74	56,612.19
	b) Non-Controlling Interest	(22.98)	(63.13)	6.50	(41.55)
10	Other comprehensive income / (loss) attributable to:				
	a) Owners of the Holding Company	658.17	304.86	(740.99)	(2,302.17)
	b) Non-Controlling Interest	1.23	4.35	(0.88)	4.05
11	Total comprehensive income / (loss) attributable to:				
	a) Owners of the Holding Company	15,590.69	13,681.27	12,185.75	54,310.02
	b) Non-Controlling Interest	(21.75)	(58.78)	5.62	(37.50)
12	Paid- up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
13	Other equity				422,545.04
14	Earning per equity share (EPS) in ₹ (not annualised)				
	Basic	15.83	14.18	13.71	60.02
	Diluted	15.83	14.18	13.71	60.02

Notes:

- (i) The above unaudited consolidated financial results for the quarter ended 30 June 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 13 August 2021. These unaudited consolidated financial results have been subjected to Limited review by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
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- (iii) The unaudited consolidated financial results comprise of the results / financial information of the Holding Company, i.e., AIA Engineering Limited, and its subsidiaries namely - Welcast Steels Limited - India, AIA CSR Foundation - India, Vega Industries (Middle East) F.Z.C. - U.A.E., Vega Industries Limited - U.K., Vega Industries Limited - U.S.A., Vega Steel Industries (RSA) (PTY.) Limited - South Africa, Wuxi Vega Trade Co., Limited - China, PT. Vega Industries Indonesia - Indonesia, Vega Industries Chile SPA - Chile, AIA Ghana Limited - Ghana and Vega Industries Australia Pty. Ltd. - Australia.

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

- (iv) During the previous year, the Canada Border Service Agency (CBSA) had initiated investigations with respect to alleged dumping and subsidizing of certain grinding media from India based on complaint filed by Magotteaux Limitee, located in Magog Quebec. The applicable rules and regulations enable CBSA to levy an interim duty while the matter continues to be under investigation. Accordingly, CBSA has imposed interim duty of 32.2% duty on certain grades of grinding media exported from India into Canada with effect from 1 May 2021.
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**By Order of Board of Directors
For AIA Engineering Limited**

Place: Ahmedabad
Date: 13 August 2021

**(Bhadresh K. Shah)
Managing Director
DIN:00058177**