

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 2024

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-2024	31-Mar-2024	30-Jun-2023	31-Mar-2024
		Unaudited	Audited Refer Note - (vii)	Unaudited	Audited
1	Income				
	Revenue from sale of products	88,864.61	96,645.94	101,360.27	406,204.15
	Other operating revenue	1,521.79	1,924.15	1,929.01	8,190.84
	a) Total revenue from operations	90,386.40	98,570.09	103,289.28	414,394.99
	b) Other income	8,015.65	21,491.31	6,129.86	42,844.27
	Total income (a+b)	98,402.05	120,061.40	109,419.14	457,239.26
2	Expenses				
	a) Cost of materials consumed	45,486.03	39,765.97	49,044.15	192,273.72
	b) Changes in inventories of finished goods and work-in-progress	(6,512.09)	7,139.81	(948.22)	4,105.17
	c) Employee benefits expense	3,227.54	3,165.41	3,002.66	12,276.83
	d) Finance costs	637.48	637.89	749.09	2,826.07
	e) Depreciation and amortisation expense	2,475.25	2,395.81	2,390.51	9,821.51
	f) Other expenses				
	Consumption of Stores	6,540.88	6,497.54	7,906.49	29,292.35
	Power and fuel	7,885.99	7,087.04	9,064.57	34,780.83
	Others	5,598.13	6,679.46	4,993.60	25,401.96
	Total expenses (a+b+c+d+e+f)	65,339.21	73,368.93	76,202.85	310,778.44
3	Profit before tax (1-2)	33,062.84	46,692.47	33,216.29	146,460.82
4	Tax expense				
	(i) Current tax	8,218.07	7,545.71	8,362.91	31,890.95
	(ii) (Excess) / Short provision for tax of earlier periods	-	-	-	(194.43)
	(iii) Deferred tax	178.25	788.84	85.39	1,819.31
	Total tax expense (i+ii+iii)	8,396.32	8,334.55	8,448.30	33,515.83
5	Profit for the period (3-4)	24,666.52	38,357.92	24,767.99	112,944.99
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	(10.50)	84.27	36.00	(23.73)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	2.64	(21.21)	(9.06)	5.97
	(iii) Items that will be reclassified to statement of profit and loss	333.63	(575.35)	623.34	596.93
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	(83.95)	144.79	(156.88)	(150.25)
	Total other comprehensive income / (loss) (net of tax) (i+ii+iii+iv)	241.82	(367.50)	493.40	428.92
7	Total comprehensive income for the period (5+6)	24,908.34	37,990.42	25,261.39	113,373.91
8	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
9	Other equity				643,697.16
10	Earnings per equity share (EPS) in ₹ (not annualised)				
	Basic	26.15	40.67	26.26	119.75
	Diluted	26.15	40.67	26.26	119.75

Notes:

- (i) The above unaudited standalone financial results for the quarter ended 30 June 2024 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 August 2024. 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 recognition and measurement principles laid down in 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, as amended.
- (iii) The Company has only one reportable primary business segment as per IND AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- (iv) Subsequent to the end of the quarter, Vega Industries (Middle East) FZC, UAE, ("VEGA ME"), a wholly owned subsidiary of the Company, has incorporated a wholly owned Step-down Subsidiary Vega Middle East (DFTZ) FZE ("VEGA ME DFTZ") in UAE on 2 July, 2024 for a total consideration of AED 25,000. Vega ME DFTZ is a newly incorporated company in UAE which shall be engaged in trading of goods manufactured by the Company.
- (v) During the quarter ended 30 June 2024, the Company and Vega Industries Limited - U.S.A. ("VEGA USA") have received a notice from the United States International Trade Commission, seeking some information from the Company and VEGA USA, in relation to the investigations around alleged dumping and subsidizing of certain grinding media from India based on complaint filed by Magotteux Inc. The Company and VEGA USA are in the process of taking the required steps for defending the matter in due course.
- (vi) On 7 August 2024, the Board of Directors of the Company have approved a proposal for buyback of a up to 10,00,000 fully paid-up Equity Shares of face value of Rs. 2/- each, representing 1.06% of the total number of equity shares of the Company, at a price of up to Rs. 5,000 per share for an aggregate consideration not exceeding Rs. 500 crores (excluding transaction cost and any expenses incurred or to be incurred for the Buyback) representing 7.92% and 7.51% of the total paid-up equity share capital and free reserves (including securities premium account) as per the audited standalone financial statements and audited consolidated financial statements of the Company for the year ended on 31 March 2024, respectively. The Company is in the process of taking subsequent steps as per the applicable regulatory requirements and accordingly the financial results for the quarter ended 30 June 2024 do not contain any impact of the above.
- (vii) Figures of the quarter ended 31 March 2024 as reported in these unaudited standalone financial results are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the previous financial year. Also, the figures up to the end of third quarter of the previous financial year had only been reviewed and not subjected to audit.

By Order of Board of Directors
For AIA Engineering Limited

(Bhadrash K. Shah)
Managing Director
DIN:00058177

Place: Ahmedabad
Date: 12 August 2024

AIA ENGINEERING LIMITED

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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2024

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-2024	31-Mar-2024	30-Jun-2023	31-Mar-2024
		Unaudited	Audited Refer Note - (xi)	Unaudited	Audited
1	Income				
	Revenue from sale of products	100,473.78	113,095.50	122,029.15	477,182.26
	Other operating revenue	1,523.45	1,926.35	1,929.40	8,193.87
	a) Total revenue from operations	101,997.23	115,021.85	123,958.55	485,376.13
	b) Other income (Refer Note viii)	8,201.26	7,646.18	5,951.18	28,140.12
	Total income (a+b)	110,198.49	122,668.03	129,909.73	513,516.25
2	Expenses				
	a) Cost of materials consumed	46,533.54	41,188.22	49,243.71	195,693.83
	b) Changes in inventories of finished goods and work-in-progress	(6,644.83)	9,181.57	4,895.14	11,571.32
	c) Employee benefits expense	4,598.67	4,420.75	4,063.39	17,140.29
	d) Finance costs	638.14	638.72	749.68	2,837.87
	e) Depreciation and amortisation expense	2,536.45	2,452.75	2,424.55	10,027.15
	f) Other expenses				
	Power and fuel	8,225.75	7,415.16	9,393.48	36,027.94
	Freight outward expenses	6,285.35	7,279.19	6,806.95	28,122.99
	Others	14,112.55	15,795.93	15,252.49	63,444.17
	Total expenses (a+b+c+d+e+f)	76,285.62	88,372.29	92,829.39	364,865.56
3	Profit before share of profit of joint venture and tax (1-2)	33,912.87	34,295.74	37,080.34	148,650.69
4	Share of profit of joint venture, Net of Tax	144.07	75.76	-	151.23
5	Profit before tax (3+4)	34,056.94	34,371.50	37,080.34	148,801.92
6	Tax expense				
	(i) Current tax	8,326.58	7,827.76	8,485.67	32,750.09
	(ii) Short/ (Excess) provision for tax of earlier periods	103.28	(0.69)	830.62	640.46
	(iii) Deferred tax	(313.79)	496.67	511.77	1,712.13
	Total tax expense (i+ii+iii)	8,116.07	8,323.74	9,828.06	35,102.68
7	Profit for the period (5-6)	25,940.87	26,047.76	27,252.28	113,699.24
8	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	(13.41)	57.76	39.71	(35.36)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	3.37	(14.53)	(9.99)	8.90
	(iii) Items that will be reclassified to statement of profit and loss	(189.35)	(1,122.23)	(16.39)	(1,654.00)
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	(83.95)	144.79	(156.88)	(150.25)
	Total other comprehensive income / (loss) (net of tax) (i+ii+iii+iv)	(283.34)	(934.21)	(143.55)	(1,830.71)
9	Total comprehensive income for the period (7+8)	25,657.53	25,113.55	27,108.73	111,868.53
10	Net profit / (loss) attributable to:				
	a) Owners of the Holding Company	25,958.48	26,054.10	27,234.15	113,557.33
	b) Non-Controlling Interest	(17.61)	(6.34)	18.13	141.91
11	Other comprehensive income / (loss) attributable to:				
	a) Owners of the Holding Company	(274.63)	(930.12)	(144.25)	(1,828.89)
	b) Non-Controlling Interest	(8.71)	(4.09)	0.70	(1.82)
12	Total comprehensive income / (loss) attributable to:				
	a) Owners of the Holding Company	25,683.85	25,123.98	27,089.90	111,728.44
	b) Non-Controlling Interest	(26.32)	(10.43)	18.83	140.09
13	Paid- up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
14	Other equity				663,887.78
15	Earning per equity share (EPS) in ₹ (not annualised)				
	Basic	27.52	27.63	28.87	120.40
	Diluted	27.52	27.63	28.87	120.40

Notes:

- (i) The above unaudited consolidated financial results for the quarter ended 30 June 2024 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 August 2024. These unaudited consolidated financial results have been subjected to limited review by the statutory auditors of the Holding Company. The statutory auditors have expressed an unmodified conclusion.
- (ii) The unaudited consolidated financial results are prepared in accordance with the recognition and measurement principles laid down in 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, as amended.
- (iii) The unaudited consolidated financial results comprise of the results / financial information of the Holding Company, i.e., AIA Engineering Limited, 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 USA"), 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, Vega Industries Australia Pty. Ltd. - Australia, Vega Industries Peru Limited - Peru and a joint venture namely - Vega MPS Pty. Ltd.

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL RESULTS (CONTINUED)

- (iv) The Group has only one reportable primary business segment as per Ind AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- (v) Subsequent to the end of the quarter, Vega Industries (Middle East) FZC, UAE, ("VEGA ME"), a wholly owned subsidiary of the Holding Company, has incorporated a wholly owned Step-down Subsidiary Vega Middle East (DFTZ) FZE ("VEGA ME DFTZ") in UAE on 2 July, 2024 for a total consideration of AED 25,000. Vega ME DFTZ is a newly incorporated company in UAE which shall be engaged in trading of goods manufactured by the Holding Company.
- (vi) During the year ended 31 March 2024, Vega Industries (Middle East) FZC, UAE, ("VEGA ME"), a wholly owned subsidiary of the Company, has entered into a Share Purchase Agreement and Shareholder's Agreement on 3 August 2023, with the promoters of Vega MPS Pty. Ltd.(VMPS), Australia, a newly incorporated company, created by promoters of MPS to acquire 30% stake in the business of Mining Products and Service Pty. Ltd., (MPS), Australia. During the year, the mining products business of MPS, Australia has been transferred to VMPS, Australia and VEGA ME has acquired 30% stake in VMPS Australia on 11 October 2023, for a total consideration of AUD 7.86 million and has further acquired 13% stake in VMPS, Australia on 15 February, 2024 for consideration of AUD 3.99 million. VEGA ME has an option to acquire additional 27% shares of VMPS, Australia over a period of 3 years.
- (vii) Other Income of Welcast Steels Ltd. for the year ended 31 March 2024 includes reversal of provision of earlier year for service tax demand and interest thereon amounting to ₹ 206.42 Lakhs consequent to favourable order received from Tribunal (CESTAT) on 08 September 2023.
- (viii) During the quarter ended 30 June 2024, the Holding Company and VEGA USA have received a notice from the United States International Trade Commission, seeking some information from the Holding Company and VEGA USA, in relation to the investigations around alleged dumping and subsidizing of certain grinding media from India based on complaint filed by Magotteux Inc. The Holding Company and VEGA USA are in the process of taking the required steps for defending the matter in due course.
- (ix) Employee benefit expenses of Welcast Steels Ltd. for the quarter ended 30 June 2024 includes ₹ 97.55 Lakhs being interim relief to the workers for the period from 01.06.2021 to 30.06.2024 in terms of settlement with the workers Union entered into on 15.07.2024.
- (x) On 7 August 2024, the Board of Directors of the Holding Company have approved a proposal for buyback of a up to 10,00,000 fully paid-up Equity Shares of face value of Rs. 2/- each, representing 1.06% of the total number of equity shares of the Holding Company, at a price of up to Rs. 5,000 per share for an aggregate consideration not exceeding Rs. 500 crores (excluding transaction cost and any expenses incurred or to be incurred for the Buyback) representing 7.92% and 7.51% of the total paid-up equity share capital and free reserves (including securities premium account) as per the audited standalone financial statements and audited consolidated financial statements of the Company for the year ended on 31 March, 2024, respectively. The Holding Company is in the process of taking subsequent steps as per the applicable regulatory requirements and accordingly the financial results for the quarter ended 30 June 2024 do not contain any impact of the above.
- (xi) Figures of the quarter ended 31 March 2024 as reported in these unaudited consolidated financial result are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the previous financial year. Also, the figures up to the end of third quarter of the previous financial year had only been reviewed and not subjected to audit.

**By Order of Board of Directors
For AIA Engineering Limited**

Place: Ahmedabad
Date: 12 August 2024

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