

Dated: 9th November, 2022

Place: Hyderabad

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort, Mumbai-400 001	The National Stock Exchange of India Limited Bandra Kurla Complex Bandra East, Mumbai - 400 051
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Dear Sir/Madam,

Sub : Outcome of Board Meeting

Ref: SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015

We wish to inform you that at the meeting of the Board of Directors of the company commenced at 10:00 A.M. and concluded at 5:45 P.M. on Wednesday the 9th day of November, 2022, the following business were transacted:

- 1) Approval of the Un-audited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2022.
- 2) Approval of the Limited Review Report (standalone and consolidated) issued by the Statutory Auditors of the Company for the Quarter and half year ended 30th September, 2022.
- 3) Approval of revised Remuneration Policy.
- 4) Subject to the approval of shareholders, the Board upon recommendation of the Nomination and Remuneration Committee at its meeting held earlier today considered and approved the following with effect from 09.11.2022.
 - a. Appointment of Ms. Virginia Sharma, as Additional Independent Director of the Company (Women Director).
 - b. Change in designation of Mr. Varun Chawla as Non-Executive Non-Independent Director.
 - c. Payment of remuneration to Mr. RVS Ramakrishna, Non-Executive Independent Director.
 - d. Payment of remuneration to Mr. Chandrasekhar Sripada, Non-Executive Independent Director.
 - e. Payment of remuneration to Ms. Virginia Sharma, Non-Executive Independent Director.
- 5) Approval of Postal Ballot Notice.
- 6) The Board has taken on record the statement of investor complaint under regulation 13(3) and compliance report on corporate governance under regulation 27(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended 30th September, 2022.

The following are attached herewith for your information and record:

- a. The certified copy of Un-audited Financial Results of the Company for the quarter and half year ended 30th September, 2022.
- b. The Limited Review Report (Standalone and Consolidated) for the quarter and half year ended 30th September, 2022 issued by the Statutory Auditors of the Company.
- c. Press Release for the quarter ended 30th September, 2022.
- d. The additional details as required under Regulation 30 and other relevant provisions of SEBI LODR Regulations, 2015 is attached herewith as Annexure-A.

The same will be made available on the Company's website viz., <https://www.pennarindia.com/financial-information.php>

Kindly take the same on your records.

Thanking you

Yours faithfully,

for Pennar Industries Limited


Mirza Mohammed Ali Baig
Company Secretary & Compliance Officer
ACS 29058



PENNAR INDUSTRIES LIMITED

Corporate Office & Works : IDA, Patancheru - 502319, Sangareddy District, Telangana State, INDIA.

Tel : +91 8455 242184 to 242193, **Email :** corporatecommunications@pennarindia.com, **Website :** www.pennarindia.com

Regd. Office: 3rd Floor, DHFLVC Silicon Towers, Kondapur, Hyderabad - 500084, Telangana, INDIA.

Tel : +91 40 41923108

CIN No: L27109TG1975PLC001919

Pennar Industries Limited (CIN: L27109TG1975PLC001919) Regd. Office: Floor No. 3, DHFLVC Silicon Towers, Kondapur, Hyderabad 500084, Telangana, India. Tel: +91 40 40061621; Fax : +91 40 40061618; E-mail:corporatecommunications@pennarindia.com; Website:www.pennarindia.com Statement of Consolidated and Standalone Financial Results for the Quarter and Half year Ended September 30, 2022													
(₹ in Lakhs)													
Sl. No	Particulars	Consolidated results						Standalone results					
		Quarter Ended		Half Year Ended		Year ended		Quarter Ended		Half Year Ended		Year Ended	
		30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22	30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income												
	(a) Revenue from operations	83,399	69,998	55,170	1,53,397	1,04,001	2,26,575	63,859	55,726	49,316	1,19,585	95,121	1,99,475
	(b) Other income	1,562	1,102	303	2,664	556	1,706	1,544	1,196	337	2,740	636	1,865
	Total income	84,961	71,100	55,473	1,56,061	1,04,557	2,28,281	65,403	56,922	49,653	1,22,325	95,757	2,01,340
2	Expenses												
	(a) Cost of materials consumed	46,472	50,166	33,215	96,638	62,625	1,29,762	40,686	42,387	32,761	83,073	61,972	1,28,438
	(b) Purchase of traded goods	5,219	1,210	5,930	6,429	9,452	20,832	320	191	528	511	1,315	2,352
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,568	(6,771)	(4,202)	(5,203)	(6,953)	(10,435)	489	(6,513)	(1,802)	(6,024)	(4,106)	(7,566)
	(d) Employee benefits expense	8,862	6,957	5,416	15,819	9,456	20,845	4,102	4,291	3,996	8,393	7,521	15,048
	(e) Finance costs	2,467	2,151	1,971	4,618	3,800	7,838	2,424	2,115	1,720	4,539	3,546	7,508
	(f) Depreciation and amortisation expense	1,561	1,580	1,276	3,141	2,552	5,413	1,352	1,376	1,226	2,728	2,493	5,034
	(g) Other expenses	16,659	13,933	10,765	30,592	21,620	48,435	14,581	11,836	10,264	26,417	21,054	45,961
	Total expenses	82,808	69,226	54,371	1,52,034	1,02,552	2,22,690	63,954	55,683	48,693	1,19,637	93,795	1,96,775
3	Profit before tax (1-2)	2,153	1,874	1,102	4,027	2,005	5,591	1,449	1,239	960	2,688	1,962	4,565
4	Tax expense												
	(a) Current tax	472	573	462	1,045	978	2,186	321	439	390	760	923	1,935
	(b) Deferred tax	43	(107)	(174)	(64)	(421)	(786)	43	(107)	(139)	(64)	(421)	(786)
	Total tax expense	515	466	288	981	557	1,400	364	332	251	696	502	1,149
5	Net Profit for the period (3-4)	1,638	1,408	814	3,046	1,448	4,191	1,085	907	709	1,992	1,460	3,416
	Attributable to:												
	Shareholders of the Company	1,667	1,408	816	3,075	1,458	4,183	1,085	907	709	1,992	1,460	3,416
	Non-Controlling interest	(29)	-	(2)	(29)	(10)	8	-	-	-	-	-	-
6	Other comprehensive income												
	Items that will not be reclassified subsequently to profit or loss												
	(a) Remeasurement of the net defined benefit liability	-	-	-	-	-	(176)	-	-	-	-	-	(176)
	(b) Income tax relating to above items	-	-	-	-	-	44	-	-	-	-	-	44
	Items that will be reclassified subsequently to profit or loss												
	Previous period/year figures have been regrouped/reclassified wherever necessary, to	61	139	-	200	36	(121)	-	-	-	-	-	-
	(b) Income tax relating to above items	-	-	-	-	-	-	-	-	-	-	-	-
	Other comprehensive income/(loss) net of tax	61	139	-	200	36	(253)	-	-	-	-	-	(132)
7	Total comprehensive income/(loss) (5+6)	1,699	1,547	814	3,246	1,484	3,938	1,085	907	709	1,992	1,460	3,284
	Attributable to:												
	Shareholders of the Company	1,728	1,547	816	3,275	1,494	3,930	1,085	907	709	1,992	1,460	3,284
	Non-controlling interests	(29)	-	(2)	(29)	(10)	8	-	-	-	-	-	-
8	Paid up equity share capital [Face Value of ₹ 5 per share] (Refer note 4)	6,747	7,009	7,108	6,747	7,108	7,108	6,747	7,009	7,108	6,747	7,108	7,108
9	Other equity						66,410						65,233
10	Earnings Per Share [Face Value of ₹ 5 per share]* (for the quarterly periods - not annualised)												
	Basic and Diluted Earnings per share (in ₹)	1.18	1.00	0.57	2.18	1.03	2.94	0.79	0.64	0.50	1.43	1.03	2.40

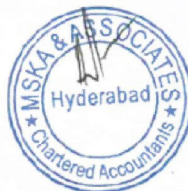


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Balance Sheet:

(₹ in Lakhs)

Particulars	Consolidated		Standalone	
	Unaudited	Audited	Unaudited	Audited
	As at September 30, 2022	As at March 31, 2022	As at September 30, 2022	As at March 31, 2022
ASSETS				
Non-current assets				
Property, plant and equipment	61,681	56,174	57,563	52,094
Right-of-Use Assets	7,558	6,985	3,838	3,530
Capital work-in-progress	1,471	7,572	544	7,556
Goodwill	688	-	-	-
Other intangible assets	1,194	1,243	1,133	1,173
Financial assets				
(a) Investments	2	2	885	885
(b) Trade receivables	2,195	2,089	2,195	2,089
(c) Loans	-	-	9,682	7,863
(d) Other financial assets	1,190	1,135	1,063	1,009
Income tax assets (net)	1,670	1,333	1,640	1,314
Other non-current assets	740	431	740	431
Total Non-current assets (1)	78,389	76,964	79,283	77,944
Current assets				
Inventories	69,055	64,285	63,744	57,651
Financial assets				
(a) Investments	1,909	4,497	1,909	4,497
(b) Trade receivables	48,126	42,506	46,241	42,420
(c) Cash and cash equivalents	8,641	3,777	1,496	1,600
(d) Bank balances other than cash and cash equivalents	1,622	4,934	1,622	4,934
(e) Loans	-	-	30	30
(f) Other financial assets	6,412	4,349	6,082	4,044
Other current assets	14,032	12,791	12,782	12,335
Total Current assets (2)	1,49,797	1,37,139	1,33,906	1,27,511
Total assets (1+2)	2,28,186	2,14,103	2,13,189	2,05,455
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	6,747	7,108	6,747	7,108
Other equity	66,456	66,410	63,863	65,233
Equity attributable to Shareholders of the Company	73,203	73,518	70,610	72,341
Non-controlling interests	66	95	-	-
Total Equity (1)	73,269	73,613	70,610	72,341
LIABILITIES				
Non-current liabilities				
Financial liabilities				
(a) Borrowings	10,980	9,859	10,980	9,859
(b) Lease Liabilities	4,902	4,464	3,102	2,850
(c) Other financial liabilities	1,218	1,226	1,218	1,226
Provisions	1,549	1,428	1,549	1,428
Deferred tax liabilities (net)	650	695	650	695
Other non-current liabilities	52	79	52	79
Total Non-current liabilities (2)	19,351	17,751	17,551	16,137
Current liabilities				
Financial liabilities				
(a) Borrowings	56,227	48,909	56,053	48,889
(b) Lease Liabilities	1,450	1,306	914	814
(c) Trade payables				
(i) total outstanding dues of micro enterprises and small enterprises	622	731	622	731
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	52,459	53,634	48,977	49,446
(d) Other financial liabilities	10,837	5,681	6,545	6,028
Other current liabilities	8,494	8,542	7,002	7,416
Provisions	887	778	887	778
Income tax liabilities (net)	4,590	3,158	4,028	2,875
Total Current liabilities (3)	1,35,566	1,22,739	1,25,028	1,16,977
Total Liabilities (2+3)	1,54,917	1,40,490	1,42,579	1,33,114
Total Equity and Liabilities (1+2+3)	2,28,186	2,14,103	2,13,189	2,05,455



Statement of Cash flows for the period ended September 30, 2022

(₹ in Lakhs)

	Consolidated		Standalone	
	Unaudited	Audited	Unaudited	Audited
	September 30, 2022	March 31, 2022	September 30, 2022	March 31, 2022
Cash flow from operating activities:				
Profit before tax	4,027	5,591	2,688	4,565
Adjustments for:				
Depreciation and amortisation expense	3,141	5,413	2,728	5,034
(Profit)/Loss on sale/scrap of property, plant and equipments (net)	(9)	9	(9)	9
Profit on sale of investment	(5)	(15)	(5)	(15)
Net gain arising from financial instruments designated as FVTPL	(9)	(11)	(9)	(11)
Exchange differences (net)	1,339	102	679	258
Liabilities no longer required written back	(744)	(604)	(744)	(604)
Trade and other receivables written off	42	-	42	-
Provision for doubtful trade and other receivables, loans and advances (net)	1,221	2,413	1,221	2,413
Finance costs	4,618	7,838	4,539	7,508
Interest income	(144)	(420)	(443)	(625)
Operating profit before working capital changes:	13,477	20,316	10,687	18,532
<i>Changes in working capital:</i>				
Trade payables	783	11,007	166	7,779
Other liabilities	2,959	6,042	265	4,159
Provisions	230	221	229	221
Trade receivables	(8,328)	(2,797)	(6,529)	(695)
Inventories	(4,770)	(15,630)	(6,093)	(10,825)
Other assets	(3,321)	1,355	(2,244)	2,781
Cash generated from operations	1,030	20,514	(3,519)	21,952
Direct taxes paid (net of refunds)	(337)	(1,021)	(326)	(1,003)
Net cash flow from/(used in) operating activities (A)	693	19,493	(3,845)	20,949
Cash flows from investing activities:				
Purchase of property, plant and equipments, including capital work-in-progress and capital advances	(1,889)	(5,748)	(1,332)	(2,142)
Proceeds from disposal of investment in subsidiary	-	62	-	62
Proceeds from sale of property, plant and equipments	-	70	-	70
Payment towards acquisition of Business	(144)	-	-	-
Proceeds from sale of current investments (net)	2,602	(2,713)	2,602	(2,713)
Inter-corporate deposits/ loans (net)	-	792	(1,159)	(6,401)
Movement in other bank balances	3,312	(2,751)	3,312	(2,751)
Interest received	109	442	150	459
Net cash from/(used in) investing activities (B)	3,990	(9,846)	3,573	(13,416)
Cash flow from financing activities:				
Proceeds from long term borrowings	5,500	3,853	5,500	3,853
Repayment of long term borrowings	(2,834)	(5,934)	(2,834)	(5,908)
Proceed/(repayment) of short-term borrowings(net)	5,732	2,277	5,578	2,392
Payment towards buyback of shares including transaction costs	(3,313)	(32)	(3,313)	(32)
Interest and other borrowing costs paid	(4,093)	(7,001)	(4,116)	(6,983)
Repayment of lease liability	(811)	(2,386)	(647)	(1,253)
Net cash from/(used in) financing activities (C)	181	(9,223)	168	(7,931)
Net (decrease)/increase in cash and cash equivalents (A + B + C)	4,864	424	(104)	(398)
Cash and cash equivalents at the beginning of the period	3,777	3,353	1,600	1,998
Cash and cash equivalents at the end of the period	8,641	3,777	1,496	1,600
Note: The above statement of cash flows has been prepared under the "Indirect Method" as set out in Ind AS 7 "Statement of Cash Flows"				



Notes

- The consolidated and standalone financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- The above consolidated and standalone financial results were reviewed and recommended by the Audit Committee at their meeting held on November 07, 2022 and approved by the Board of Directors at their meeting held on November 09, 2022. The Statutory Auditors have issued an unmodified conclusion in respect of the limited review for the quarter and Half year ended September 30, 2022.
- The figures for the current quarter ended September 2022 are the balancing figures between the unaudited figures in respect of the period ended September 2022 and period to date figures up to first quarter ended June 30, 2022.
- The Board of Directors, at its meeting held on March 09, 2022, approved Buyback of the Company's fully paid-up equity shares of face value of ₹ 5 each from the eligible equity shareholders of the Company other than promoters, promoter group and persons who are in control of the company, at a price not exceeding ₹ 50 per equity share (Maximum Buyback price), for an aggregate amount not exceeding ₹ 4,000 lakhs (Maximum Buyback size), payable in cash from the open market route through the stock exchange mechanism under the Buyback Regulations and the Companies Act. The Buyback shall not exceed ₹ 4,000 lakhs (Maximum Buyback size) excluding the transaction charges.

As at September 30, 2022, the scheme of Buyback was closed, the Company bought back 72,16,000 equity shares as of that date, resulting in total cash consideration of ₹ 3,755 lakhs (including ₹ 745 lakhs towards buyback related costs and tax on Buyback). Out of the 72,16,000 equity shares bought back, the Company extinguished 72,16,000 equity shares as at September 30, 2022 as per records of depositories. In line with the requirements of Companies Act, 2013, an amount of ₹ 3,394 lakhs has been utilized from securities premium account for the Buyback. Further, capital redemption reserve of ₹ 361 lakhs representing the nominal value of shares brought back, has been created in accordance with Section 69 of the Companies Act, 2013.

- The consolidated financial results include the results of the following Group companies:

Name of the Company	Country of Incorporation	Nature of relationship	% Holding
Enertech Pennar Defense and Engineering Systems Private Limited	India	Subsidiary	51%
Pennar GmbH	Germany	Subsidiary	100%
Pennar Global Inc.	USA	Subsidiary	100%
Pennar Global Metals, LLC	USA	Step-down Subsidiary	100%
Ascent Buildings, LLC	USA	Step-down Subsidiary	100%
Cadnum SARL (With effect from September 08, 2022)	France	Step-down Subsidiary	100%

- On November 10, 2021, the board had given in-principle approval to its wholly owned subsidiary Pennar GmbH to acquire 100% stake in Cadnum SARL (Cadnum) subject to regulatory approvals. Cadnum is an engineering & precision machining company based out of Villebret, France. On July 13, 2022, Pennar GmbH has entered into a share purchase agreement with Cadnum for the proposed investment for a consideration of 1,80,000 Euros.

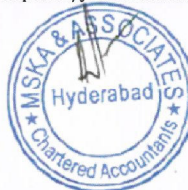
During the current quarter, the Group has completed acquisition of 100% equity share capital of Cadnum SARL for total consideration of 1,80,000 Euros. The transaction was accounted in accordance with Ind AS 103 - Business combinations ("Ind AS 103") and the initial accounting was provisionally determined as at September 30, 2022

- The details of funds raised through Initial Public Offer (IPO) by the erstwhile entity Pennar Engineered Building Systems Limited (PEBS) during the financial year 2015-2016, and utilisation of said funds as at September 30, 2022 are as follows:

Particulars	Objects of the issue as per prospectus	(₹ in Lakhs)	
		Utilisation up to Sep 30, 2022	Unutilised amount up to Sep 30, 2022
A) Repayment/ prepayment, in full or part, of certain working capital facilities availed by the Company	3,400	3,400	-
B) Financing the procurement of infrastructure (including software and hardware) for the expansion of design and engineering	800	377	423
C) General corporate purposes	1,079	1,079	-
D) Share issue expenses	521	517	4
Total	5,800	5,373	427

As on September 30, 2022, unutilised funds have been temporarily invested in mutual funds and other bank balances.

- Previous period/year figures have been regrouped/reclassified wherever necessary, to confirm to the current period/year classification.



9 Segment reporting

(₹ in Lakhs)

Particulars	Quarter Ended			Half-year Ended		Year Ended
	30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Segment revenue						
Diversified engineering	43,117	35,797	31,121	78,914	58,421	1,35,521
Custom designed building solutions & auxiliaries	41,974	37,947	27,532	79,921	52,013	1,04,462
Total	85,091	73,744	58,653	1,58,835	1,10,434	2,39,983
Less : Inter segment revenue	1,692	3,746	3,483	5,438	6,433	13,408
Revenue from operations	83,399	69,998	55,170	1,53,397	1,04,001	2,26,575
Segment results						
Diversified engineering	4,569	2,378	2,386	6,947	5,070	12,327
Custom designed building solutions & auxiliaries	1,612	3,227	1,963	4,839	3,287	6,515
Total	6,181	5,605	4,349	11,786	8,357	18,842
Less :						
Depreciation and amortisation expense	1,561	1,580	1,276	3,141	2,552	5,413
Finance costs	2,467	2,151	1,971	4,618	3,800	7,838
Profit before tax	2,153	1,874	1,102	4,027	2,005	5,591
As at						
Capital employed (Segment assets - Segment liabilities) (See notes below)	30-Sep-22	30-Jun-22	30-Sep-21	31-Mar-22		
	Unaudited	Unaudited	Unaudited	Audited		
Segment assets						
Diversified engineering	1,61,700	1,40,221	1,27,430	1,40,043		
Custom designed building solutions & auxiliaries	66,486	81,721	69,862	74,060		
Total Segment Assets	2,28,186	2,21,942	1,97,292	2,14,103		
Segment liabilities						
Diversified engineering	91,553	83,091	76,569	84,126		
Custom designed building solutions & auxiliaries	63,364	64,587	49,532	56,364		
Total Segment Liabilities	1,54,917	1,47,678	1,26,101	1,40,490		

Notes:

i. Segment information is presented for the "consolidated financial results" as permitted under the Ind AS 108 - 'Operating Segments'.

ii. The Company is focused on two business segments: Diversified engineering and Custom designed building solutions & auxiliaries. Based on the "management approach" as defined in Ind AS 108 - 'Operating Segments', the Chief Operating Decision Maker evaluates the Company's performance and allocation resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments. The accounting principles used in the preparation of the financial results are consistently applied to record revenue and expenditure in individual segments.

Place : Hyderabad

Date : November 09, 2022



By order of the Board
for Pennar Industries Limited

Aditya N. Rao

Aditya N. Rao

Vice Chairman & Managing Director

Independent Auditor's Review Report on unaudited quarterly and year to date standalone financial results of Pennar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors
Pennar Industries Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **PENNAR INDUSTRIES LIMITED** ('the Company') for the quarter ended September 30, 2022 and the year to-date results for the period April 01, 2022 to September 30, 2022 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the 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 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India and in compliance with the Regulations. 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 Engagement (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 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.
4. Based on our review conducted 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.



5. The Comparative financial information of the Company for the quarter ended June 30, 2022, quarter and six months ended September 30, 2021, and year ended March 31, 2022 included in this Statement have been reviewed / audited by the predecessor auditors. The report of the predecessor auditors on these comparative financial information dated August 09,2022, November 10,2021 and May 25,2022 respectively expressed an unmodified opinion / conclusion.

Our conclusion is not modified in respect of the above matter.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Amit Kumar Agarwal
Partner
Membership No.: 214198
UDIN: 22214198BCPZQU2665



Place: Hyderabad
Date: November 09,2022

Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of Pennar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors
Pennar Industries Limited**

1. We have reviewed the accompanying statement of consolidated unaudited financial results of **PENNAR INDUSTRIES LIMITED** ('the Holding Company'), its subsidiaries, (the Holding Company and its subsidiaries together referred to as the 'Group') for the quarter ended September 30, 2022 and the year to-date results for the period from April 01, 2022 to September 30, 2022 ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulations').
2. This Statement, which is the responsibility of the Holding Company's Management and 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 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India and in compliance with the Regulations. 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 Engagement (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 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. This Statement includes the results of the Holding Company and the following entities:

Sr. No	Name of the Company	Relationship with the Holding Company
I	Pennar Global Inc, USA (PGI)	Wholly Owned Subsidiary
II	Pennar GmbH, Germany (Pennar GmbH)	Wholly Owned Subsidiary
III	Enertech Pennar Defense and Engineering Systems Private Limited, India (Enertech)	Subsidiary
IV	Pennar Global Metals Inc., USA (PGM)	Step Subsidiary (Subsidiary of PGI)
V	Ascent Buildings LLC., USA (Ascent)	Step Subsidiary (Subsidiary of PGI)
VI	Cadnum SARL (From September 08,2022)	Step Subsidiary (Subsidiary of Pennar GmbH)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of the other auditors referred to in paragraph 6 below, 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial information of three Subsidiaries included in the consolidated unaudited financial results of the company, whose financial information reflects total assets of Rs. 29,674 Lakhs as at September 30, 2022 and total revenues of Rs. 20,884 Lakhs and Rs. 38,586 Lakhs, for the quarter and half year ended September 30,2022, respectively, total net profit after tax and total comprehensive income of Rs. 592 Lakhs and Rs.1,112 Lakhs, for the quarter and half year ended September 30,2022, respectively and net cash flows of Rs. 4,881 Lakhs for the half year ended September 30,2022, as considered in the respective standalone unaudited interim financial information of the Subsidiaries included in the Group. The interim financial information of a Subsidiaries has been reviewed by the other auditor whose reports have been furnished to us by the Management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of Subsidiaries, are based solely on the reports of such other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of the above matter.

7. The Statement includes the interim financial information of three subsidiaries which have not been reviewed by their auditors, whose interim financial statements/ information reflect total assets of Rs. 4,432 Lakhs as at September 30, 2022 and total revenue of Rs. 573 Lakhs and Rs. 886 Lakhs for the quarter and half year ended September 30, 2022, total net loss after tax and total comprehensive income of Rs. 41 Lakhs and Rs. 30 Lakhs for the quarter and half year ended September 30, 2022 respectively, and net cash outflows of Rs. 40 Lakhs for half year ended September 30, 2022, as considered in the Consolidated Results included in the Statement. According to the information and explanations given to us by the Management, this interim financial statements/ financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial statements/financial information certified by the Management.



8. The Comparative financial information of the Company for the quarter ended June 30, 2022, quarter and six months ended September 30, 2021, and year ended March 31, 2022 included in this Statement have been reviewed / audited by the predecessor auditors. The report of the predecessor auditors on this comparative financial information dated August 09, 2022, November 10, 2021, and May 25, 2022 respectively expressed an unmodified opinion / conclusion.

Our conclusion is not modified in respect of the above matter.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W

Amit Kumar Agarwal
Partner
Membership No.: 214198
UDIN: 22214198BCQACL1584



Place: Hyderabad
Date: November 09, 2022

Press release

For immediate release

**Pennar Industries' Q2 FY2023 Consolidated Net Revenue at INR 833.99 crore, up by 51.17%
PAT at INR 16.38 crore, up by 101.23%.**

Hyderabad, November 09, 2022: Pennar Industries Limited (PIL), a leading value-added engineering products and solutions company, today announced its financial results for the second quarter ended on September 30th, 2022.

Consolidated Financial Highlights – Q2 FY2023

- Net revenue at INR 833.99 crore compared to INR 551.70 crore in Q2 FY22, up by 51.17%.
- EBITDA at INR 61.81 crore compared to INR 43.49 crore in Q2 FY22, up by 42.12%.
- PAT at INR 16.38 crore compared to INR 8.14 crore in Q2 FY22, up by 101.23%.

Consolidated Financial Highlights – HY FY2023

- Net revenue at INR 1,533.97 crore compared to INR 1,040.01 crore in HY FY22, up by 47.50%
- EBITDA at INR 117.86 crore compared to INR 83.57 crore in HY FY22, up by 41.03%
- PAT at INR 30.46 crore compared to INR 14.48 crore in HY FY22, up by 110.36%.

About Pennar Industries Limited:

Pennar Industries (NSE: PENIND, BSE: 513228) is India's leading value-added engineering products and solutions company. Pennar Industries is a diversified engineering firm with presence in the Automotive, Rail & Aerospace, Infrastructure and Energy sectors. The company provides design/detailing, manufacturing and project execution services to its customers in India, North America and Europe. The company recorded gross sales of INR 2,500+Cr in the fiscal year ending March 2022. The company believes in sustainable profitability, liquid and growth. The primary growth verticals for the company in the next few years are Body in White Components and Systems, Hydraulics, Custom Designed Building Systems and Engineering Services. Pennar operates out of 11 manufacturing plants, 5 engineering offices and 42 sales offices in India, the US and Europe. The company is headquartered in Hyderabad, India.

DISCLAIMER:

This release contains statements that contain "forward looking statements" including, but without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to Pennar's future business developments and economic performance. While these forward looking statements indicate our assessment and future expectations concerning the development of our business, a number of risks, uncertainties and other unknown factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to, general market, macroeconomic, governmental and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with us, legislative developments, and other key factors that could affect our business and financial performance. Pennar undertakes no obligation to publicly revise any forward-looking statements to reflect future / likely events or circumstances

For further information, please contact:

K M Sunil

Vice President - Corporate Strategy

Pennar Industries Limited

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Annexure-A

Additional Details as required under Regulation 30 and other relevant provisions of the Securities and Exchange Board of India (Listing Obligations and disclosures Requirements) Regulations, 2015

Name of Director	Ms. Virginia Sharma	Mr. Varun Chawla
Reason for Change	Appointment as an Additional Non-Executive Independent Director of the Company	Change in designation from Non-Executive Independent Director to Non-Executive Non-Independent Director
Date of appointment & term of Appointment	With effect from 09.11.2022 (for a period of five years)	With effect form 09.11.2022
Brief Profile	Attached	Attached
Disclosure of relationship between Director	Not Applicable	Not Applicable
information as required under Circular No. LIST/COMP/ 14/2018-19 and NSE/CML/2018/02 dated June 20, 2018 issued by the BSE and NSE, respectively.	Ms. Virginia Sharma is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority.	Mr. Varun Chawla is not debarred from holding office of a Director by virtue of any SEBI Order or any other such authority.



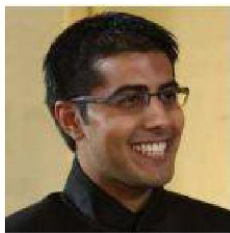
VIRGINIA SHARMA

Virginia Sharma recently joined Google to lead Cloud marketing for India, after 8 years in business leadership roles in consumer technology companies like JioSaavn and LinkedIn, and 15 years of Enterprise Tech at IBM in a variety of global and regional marketing leadership roles. Virginia successfully defended her doctoral thesis crisis leadership and gender identity in late February 2022. Virginia became one of the top 10% of sales leaders at LinkedIn in just 3 years, in her first sales leadership role. She is also credited with transforming the JioSaavn Brand Solutions business, delivering double digit growth through the pandemic with a 100% remote sales and servicing team.

Virginia is a member of the Global Advisory Board for UVA's McIntire School of Commerce. She was the first chairperson for the Marketing Society India Chapter. I am also the first Indian leader to become a Marketing Academy Fellow delivered by McKinsey and Co. The Fellowship is only awarded to high performing marketing leaders who are on the CEO or Board track.

Virginia was recognized as one of the top 100 Indian business leaders by Exchange4media (#92) in 2020. She was awarded the Economic Times Women Ahead in 2018 and the Impact Top50 Women in Marketing Media and Advertising 3 years in a row: 2018 (#38), 2019 (#35) and 2020 (#35). She was also awarded the distinction of Marketing Society "Fellow" in July 2018. In May 2019, I was invited to give the Commencement Speech at her alma mater, the University of Virginia McIntire School of Commerce Final Exercises in Charlottesville.

Virginia is a LinkedIn Power Profile 5 years in a row, with over 36,000 followers. She is also LinkedIn Top Voice for Gender Equity. Through her posts, she raises issues facing women in leadership, advertising and technology. Virginia is a regular keynote speaker at several industry and customer forums and at premier business schools.



Varun Chawla is the co-founder of build3, a startup studio for impact oriented startups that better the mind, body and the earth. build3 works with Founders as their institutional co-founder until their venture is a self-sufficient organisation and ready to scale - co-building with the Founder, creatively, conscientiously, through the power of communities.

Previously, he was the Co-founder and Head of Real Estate of 91springboard, one of the biggest coworking communities in India. He is responsible for creating fun and lively spaces that have supported over 3,000 businesses in their growth journey. Through 91springboard, Varun has built a vibrant community for startups, freelancers and business owners that enables networking, growth and upskilling.

Varun conceptualized 91springboard in 2013, a time when the term co-working was alien to India. Currently, Varun plays a key role in identifying the right markets and real estate partners to ensure that 91springboard stays true to its key value proposition of offering a lively and hassle-free environment to its members so that they can focus on building their business.

Varun also holds a Director position with Pennar Industries limited and was instrumental in diversifying Pennar's business interests from basic steel products to pre-engineered buildings, water treatment solutions, engineering services, building solar power plants. In the past five years, Pennar group has grown to over INR 2000 crore in revenue and has successfully maintained strong financials while exhibiting the qualities of growth and diversification and has expanded presence from India to the US among others

Prior to this, Varun played a key role in setting up the Goldman Sachs equity research operations in Bangalore. Under his leadership, the team grew to 120 employees in a span of 18 months. He also setup Goldman's Mumbai Office when Goldman's joint venture with Kotak ended in 2006. He was a part of the team deputed to help setup the Goldman front office in Mumbai, this included SEBI and RBI related negotiations/discussions and also setup of physical infrastructure and internal Goldman Sachs recruiting. Varun has spent over five years with Goldman Sachs between their New York, Singapore, Hong Kong, and Bangalore offices.

He is the ambassador of World Startup Report and has significantly contributed information for the India startup market for the inaugural World Startup Report

Varun graduated in B.S. Applied Economics & Management from Cornell University. He also holds a Project Management certification for executives from XLRI and an Honorary Doctorate for Excellence in the field of Management from the Young Scientist University.

PROFESSIONAL AWARDS AND RECOGNITION

- 2014-Best new incubator from the Technopolicy Network in the Netherlands
- 2015-Best emerging technology business incubator - President of India on behalf of the Department of Science & Technology
- 2015-Chosen by Barclays as the sole India partner for a fintech partnership Rise
- 2016-Recognized as one of 6 world-class incubators of India under Niti Aayog's Atal Innovation Mission
- 2018-Chosen by Google as the only Indian partner for their Google for Entrepreneurs (GFE) program