

3<sup>rd</sup> May, 2022

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

**Sub : Audited Financial Results for the quarter & financial year ended on 31<sup>st</sup> March, 2022.**

**Ref : Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In terms of the subject referred Regulation the Standalone and Consolidated Audited Financial Results for the quarter & financial year ended on 31<sup>st</sup> March, 2022, duly taken on record and approved by the Board of Directors of the Company at its meeting held on 3<sup>rd</sup> May, 2022 are enclosed.

A copy of the following is also enclosed with respect to the aforesaid financial results:

- Audit Report of the Statutory Auditors of the Company;
- A declaration with respect to Auditors' Report with unmodified opinion; and
- Press note giving highlights on the performance of the Company.

You are requested to take the same on your records.

Thanking you.

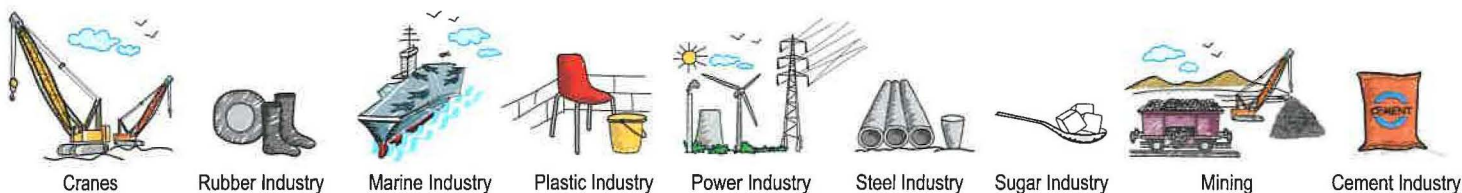
Yours faithfully,  
For Elecon Engineering Company Limited,



**Bharti Isarani**  
Company Secretary and Compliance Officer



Encl.: As above



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**ELECON ENGINEERING COMPANY LIMITED**  
**STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022**

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter Ended			Year ended	
		31 Mar 2022	31 Dec 2021	31 Mar 2021	31 Mar 2022	31 Mar 2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
		Refer Note 2		Refer Note 2		
1	Revenue from operations	24,580.99	18,478.79	27,320.11	88,442.47	79,609.68
2	Other income	297.86	154.66	266.51	955.67	1,105.75
3	<b>Total Income (1+2)</b>	<b>24,878.85</b>	<b>18,633.45</b>	<b>27,586.62</b>	<b>89,398.14</b>	<b>80,715.43</b>
4	<b>Expenses</b>					
	(a) Cost of materials consumed	11,744.10	10,509.18	10,841.90	44,891.61	31,963.54
	(b) Changes in inventories of finished goods and work-in-progress	129.45	(2,098.47)	1,803.48	(3,130.64)	4,358.86
	(c) Manufacturing expenses and erection charges	2,007.05	2,044.57	1,954.34	8,096.57	7,305.22
	(d) Employee benefits expense	1,700.20	1,327.79	1,916.24	5,850.09	6,367.93
	(e) Finance costs	513.08	434.62	1,257.36	3,191.74	5,426.89
	(f) Depreciation and amortisation expense	923.08	950.63	1,042.02	3,825.19	4,231.33
	(g) Other expenses	3,927.11	3,333.52	5,053.26	14,312.33	15,233.48
	<b>Total Expenses</b>	<b>20,944.07</b>	<b>16,501.84</b>	<b>23,868.60</b>	<b>77,036.89</b>	<b>74,887.25</b>
5	<b>Profit / (Loss) before share in Profit of associate and tax (3-4)</b>	<b>3,934.78</b>	<b>2,131.61</b>	<b>3,718.02</b>	<b>12,361.25</b>	<b>5,828.18</b>
6	<b>Tax expenses</b>					
	Current tax	887.44	496.93	(3.17)	2,850.00	-
	Adjustment of tax relating to earlier periods	123.37	-	-	123.37	-
	Deferred tax	(427.85)	58.03	1,478.40	(163.90)	2,201.69
7	<b>Net Profit / (Loss) for the period after tax (5-6)</b>	<b>3,351.82</b>	<b>1,576.65</b>	<b>2,242.79</b>	<b>9,551.78</b>	<b>3,626.49</b>
8	<b>Other comprehensive income / (expenses) (net of tax)</b>					
	Items that will not be reclassified to profit or loss	(120.04)	(239.87)	134.57	(359.91)	112.42
	Income tax related to items that will not be reclassified to profit or loss	14.74	60.38	(36.04)	75.12	(28.30)
9	<b>Total comprehensive income / (expense) for the period (7+8)</b>	<b>3,246.52</b>	<b>1,397.16</b>	<b>2,341.32</b>	<b>9,266.99</b>	<b>3,710.61</b>
10	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	2,244.00	2,244.00	2,244.00	2,244.00	2,244.00
11	<b>Debt capital</b>				-	9,571.43
12	<b>Other equity (including debenture redemption reserve)</b>				88,510.73	79,692.54
13	<b>Debenture redemption reserve</b>				-	2,500.00
14	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>					
	(a) Basic	2.99	1.41	2.00	8.51	3.23
	(b) Diluted	2.99	1.41	2.00	8.51	3.23
15	<b>Debt Equity Ratio</b>					0.31
16	<b>Debt Service Coverage Ratio</b>					1.07
17	<b>Interest Service Coverage Ratio</b>					2.25

# Represents Non convertible debentures

**Ratios have been computed as follows:**

a) Debt Equity Ratio : Debt / Equity

Debt: Non-current borrowings + Current maturity of non-current borrowings + Current borrowings + Lease liabilities

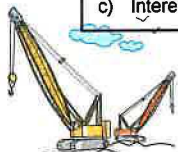
Equity : Equity share capital + Other equity

b) Debt Service Coverage Ratio : (EBIT-Tax expenses) / Debt to be serviced

EBIT : Profit Before Tax + Interest on Debt

Debt to be serviced : Interest on Debt + Scheduled principal repayment of non-current borrowings + Current maturity of lease liabilities

c) Interest Service Coverage Ratio : EBIT / Interest on Debt



Cranes



Rubber Industry



Marine Industry



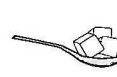
Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry



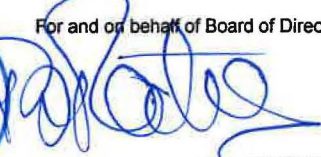
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**Notes:**

- 1 The above audited standalone financial results for the quarter and year ended 31st March, 2022 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 3rd May, 2022. The statutory auditors have expressed an unmodified conclusion on these standalone financial results. The review report has been filed with the stock exchange and is available on the Company's website.
- 2 Figures for the quarter ended 31st March, 2022 and corresponding quarter ended in the previous year as reported in these standalone financial results are the balancing figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the relevant financial year. Also the figures up to the end of third quarter had only been reviewed and not subjected to audit.
- 3 The Company redeemed non-convertible debentures Series I and Series II total amounting to INR 9,285.71 Lakhs in August 2021.
- 4 As per Ind AS 108 - 'Operating Segments', the Company has reported segment information under two segments i.e. 1) Material Handling Equipment and 2) Transmission Equipment.
- 5 Previous period figures have been regrouped / reclassified wherever necessary.
- 6 The Board of Directors has recommended Final Dividend of Rs. 1.00/- (i.e. 50%) and additionally Special Dividend of Rs. 0.40/- (i.e. 20%), to mark 70 years of Elecon Brand, which aggregates to Rs. 1.40/- (i.e. 70%) per Equity Share of Rs. 2/- each.





AUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022					
Particulars	Quarter Ended			Year ended	
	31 Mar 2022	31 Dec 2021	31 Mar 2021	31 Mar 2022	31 Mar 2021
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	Refer Note 2		Refer Note 2		
<b>1. SEGMENT REVENUE</b>					
(a) Material Handling Equipment	3,730.81	2,077.49	5,528.37	13,538.42	13,924.65
(b) Transmission Equipment	20,850.18	16,401.30	21,791.74	74,904.05	65,685.03
<b>Net Sales / Income from Operations</b>	<b>24,580.99</b>	<b>18,478.79</b>	<b>27,320.11</b>	<b>88,442.47</b>	<b>79,609.68</b>
<b>2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX &amp; INTEREST</b>					
(a) Material Handling Equipment	50.84	(757.01)	(1,508.11)	(87.89)	(5,043.30)
(b) Transmission Equipment	5,295.82	3,417.01	6,648.49	16,625.84	16,373.12
<b>Total</b>	<b>5,346.66</b>	<b>2,660.00</b>	<b>5,140.38</b>	<b>16,537.95</b>	<b>11,329.82</b>
<b>Less:</b>					
i) Finance Cost	513.08	434.62	1,257.36	3,191.74	5,426.89
ii) Other unallocated corporate overheads	969.49	159.12	199.98	1,350.60	702.69
iii) Unallocable income	(70.69)	(65.35)	(34.98)	(365.64)	(627.94)
<b>Total Profit / (Loss) before Tax</b>	<b>3,934.78</b>	<b>2,131.61</b>	<b>3,718.02</b>	<b>12,361.25</b>	<b>5,828.18</b>
<b>3. SEGMENT ASSETS</b>					
(a) Material Handling Equipment	28,794.32	29,217.28	43,240.68	28,794.32	43,240.68
(b) Transmission Equipment	96,526.38	1,00,015.12	1,09,016.93	96,526.38	1,09,016.93
(c) Unallocated	18,214.00	20,005.61	17,933.01	18,214.00	17,933.01
<b>Total</b>	<b>1,43,534.70</b>	<b>1,49,238.01</b>	<b>1,70,190.62</b>	<b>1,43,534.70</b>	<b>1,70,190.62</b>
<b>4. SEGMENT LIABILITIES</b>					
(a) Material Handling Equipment	11,675.99	12,204.11	29,601.18	11,675.99	29,601.18
(b) Transmission Equipment	35,757.19	42,511.47	53,155.59	35,757.19	53,155.59
(c) Unallocated	5,346.79	7,014.18	5,497.31	5,346.79	5,497.31
<b>Total</b>	<b>52,779.97</b>	<b>61,729.76</b>	<b>88,254.08</b>	<b>52,779.97</b>	<b>88,254.08</b>
<b>5. NET CAPITAL EMPLOYED</b>	<b>90,754.73</b>	<b>87,508.25</b>	<b>81,936.54</b>	<b>90,754.73</b>	<b>81,936.54</b>
<div style="display: flex; justify-content: space-between; align-items: flex-end;"> <div> Place : Vallabh Vidyanagar Date : May 03, 2022 </div> <div style="text-align: center;">   </div> <div style="text-align: right;"> For and on behalf of Board of Directors     Prayasvin B. Patel Chairman &amp; Managing Director DIN : 00037394 </div> </div>					



**STANDALONE STATEMENT OF ASSETS AND LIABILITIES**

(Amounts in INR Lakhs)

Particulars	As at 31 Mar 2022 (Audited)	As at 31 Mar 2021 (Audited)
<b>ASSETS</b>		
<b>I. Non-current assets</b>		
(a) Property, plant and equipment	52,317.76	54,706.63
(b) Capital work-in-progress	15.40	30.96
(c) Investment properties	2,534.67	2,547.00
(d) Right of Use Assets	3,753.67	3,840.57
(e) Other Intangible assets	187.84	299.97
(f) Financial assets		
(i) Investments	11,853.56	11,865.28
(ii) Loans	869.31	-
(iii) Other financial assets	186.57	1,047.55
(g) Income tax assets (net)	2,292.53	2,020.33
(h) Other non-current assets	935.56	1,175.17
	<b>74,946.87</b>	<b>77,533.46</b>
<b>II. Current assets</b>		
(a) Inventories	18,041.60	17,610.95
(b) Financial assets		
(i) Trade receivables	37,908.89	46,688.78
(ii) Cash and cash equivalents	1,413.14	1,594.15
(iii) Bank balance other than (ii) above	2,494.88	3,466.41
(iv) Loans	-	881.53
(v) Others financial assets	6,800.91	19,605.94
(c) Other current assets	1,928.41	2,809.39
	<b>68,587.83</b>	<b>92,657.15</b>
<b>Total Assets</b>	<b>1,43,534.70</b>	<b>1,70,190.61</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	88,510.73	79,692.54
	<b>90,754.73</b>	<b>81,936.54</b>
<b>LIABILITIES</b>		
<b>I. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,966.29	11,615.40
(ii) Lease Liabilities	452.36	1,640.51
(b) Provisions	912.55	336.63
(c) Deferred tax liabilities (net)	2,760.09	2,999.11
	<b>6,091.29</b>	<b>16,591.65</b>
<b>II. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	8,035.46	10,913.56
(ii) Lease liabilities	1,207.27	1,107.26
(iii) Trade payables		
(A) Total outstanding dues of micro enterprises and small enterprises	3,092.46	4,367.94
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	18,349.44	31,793.04
(iv) Other financial liabilities	808.46	3,993.36
(b) Other current liabilities	11,008.23	15,469.39
(c) Provisions	2,213.96	2,466.69
(d) Current tax liabilities (net)	1,973.40	1,551.18
	<b>46,688.68</b>	<b>71,662.42</b>
<b>Total Liabilities</b>	<b>52,779.97</b>	<b>88,254.07</b>
<b>Total Equity and Liabilities</b>	<b>1,43,534.70</b>	<b>1,70,190.61</b>

For and on behalf of Board of Directors


Prayash B. Patel  
Chairman & Managing Director  
DIN : 00037394

Place : Vallabh Vidyanagar  
Date : May 03, 2022

**ELECON ENGINEERING COMPANY LIMITED**  
**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022**

Particulars	(INR in Lakhs)	
	Year ended March 31, 2022 (Audited)	Year ended March 31, 2021 (Audited)
<b>Cash flow from operating activities</b>		
Profit before tax	12,361.25	5,828.18
Adjustments for:		
(i) Depreciation and amortisation expense	3,825.19	4,231.33
(ii) Finance costs	3,191.74	5,426.89
(iii) (Gain)/loss on fair valuation of investment	11.72	(57.41)
(iv) Loss on sold/discarded of property, plant and equipments (net)	461.60	27.11
(v) Interest income	(201.71)	(214.16)
(vi) Dividend income	(47.94)	(344.68)
(vii) Increase/(Decrease) in ECL provision	1,351.69	4,056.13
(viii) Unrealised exchange (gain) / loss	(158.14)	(319.81)
(ix) Provision for other contractual liabilities, warranty and others	448.49	495.30
(x) Increase/(reversal) of provision for onerous contract	(98.09)	145.78
(xi) Liabilities written-back	(92.52)	(113.22)
	<b>21,053.28</b>	<b>19,161.44</b>
<b>Working Capital Adjustments</b>		
(Increase)/Decrease in trade receivables	7,477.85	5,180.64
(Increase)/Decrease in inventories	(430.65)	5,224.56
(Increase)/decrease in financial assets	13,686.01	(3,620.80)
(Increase)/Decrease in other current and non-current assets	1,112.81	1,352.74
(Decrease)/Increase in trade payables	(14,518.06)	(9,242.51)
(Decrease)/Increase in provisions, current and non-current liabilities	(4,848.28)	3,243.43
(Decrease)/Increase in other financial liabilities	(2,938.89)	592.11
<b>Cash generated from operations</b>	<b>20,594.07</b>	<b>21,891.61</b>
Tax refund (net of taxes paid)	(2,823.35)	57.92
<b>Net cash generated from operating activities (A)</b>	<b>17,770.72</b>	<b>21,949.53</b>
<b>Cash flow from investing activities</b>		
Payments for purchase of property, plant and equipment	(1,924.05)	(377.63)
Proceeds from sale of property, plant and equipment	253.16	126.58
Interest received	201.71	203.26
Dividend received	47.94	341.09
(Increase)/Decrease in bank balances not considered as cash and cash equivalent (net)	971.53	(1,967.94)
Proceeds from redemption of investments	-	107.29
<b>Net cash (used In) from investing activities (B)</b>	<b>(449.71)</b>	<b>(1,567.35)</b>



**ELECON ENGINEERING COMPANY LIMITED**  
**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022**

Particulars	(INR in Lakhs)	
	Year ended March 31, 2022 (Audited)	Year ended March 31, 2021 (Audited)
<b>Cash flow from financing activities</b>		
Repayments of non-current borrowings	(9,649.78)	(1,847.05)
(Repayment)/Proceeds of current borrowings (net) (Note 4)	(2,877.43)	(11,443.40)
Repayment against other financial arrangements	(1,062.03)	(944.04)
Finance cost paid	(3,437.86)	(5,022.39)
Dividend paid (including dividend distribution tax)	(448.80)	(13.71)
Principal payment of lease liabilities	(26.11)	(39.24)
<b>Net cash (used in) financing activities (C)</b>	<b>(17,502.01)</b>	<b>(19,309.83)</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(181.01)</b>	<b>1,072.35</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>1,594.15</b>	<b>521.80</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>1,413.14</b>	<b>1,594.15</b>
<b>Components of cash &amp; cash equivalents :</b>		
Cash on hand	0.26	0.26
Balances with banks		
-In current accounts	617.87	1,572.89
-Cheques on hand	-	21.00
-In deposit account (with original maturity up to 3 months)	795.01	-
	<b>1,413.14</b>	<b>1,594.15</b>

- Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the Company's cash management.
- The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS 7) - *Statement of Cash Flows*
- In accordance with para 22 of Ind AS 7 - *Statement of Cash Flows*, cash flows from current borrowings have been reported on net basis since these being working capital facilities, the maturities are short.

Place : Vallabh Vidyanagar

Date : May 03, 2022



For and on behalf of Board of Directors

Prayasvin B. Patel

Chairman &amp; Managing Director

DIN : 00037394



**Independent Auditor's Report on Audited Standalone Financial Results of Elecon Engineering Company Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**TO THE BOARD OF DIRECTORS OF  
ELECON ENGINEERING COMPANY LIMITED**

**Report on the audit of the Standalone Financial Results**

**1. Opinion**

We have audited the accompanying statement of standalone financial results of Elecon Engineering Company Limited ("the Company") for quarter and year ended March 31, 2022, ("the statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Obligations").

2. In our opinion and to the best of our information and according to the explanations given to us, the statement:
- is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards ("Ind AS") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2022.

**3. Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the

ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **4. Management's Responsibilities for the Standalone Financial Results**

The statement has been prepared on the basis of the standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.





The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## 5. Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial control with reference to standalone financial statements in place and the operating effectiveness of such controls;





- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Board of Directors;
- Evaluate the appropriateness and reasonableness of disclosures made by the board of Directors in terms of the requirement specified under Regulation 33 of Listing Regulations;
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation;
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results;

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit;

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



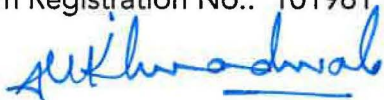
6. Other matter

- a. The standalone financial results includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of full financial year ended March 31, 2022 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations;
- b. The audited financial results for the year ended March 31, 2021 and for the quarter March 31, 2021 included in these financial results are based on the previously issued results of the Company prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of Companies Act, 2013. Those audited financial results prepared under Ind AS were audited by the predecessor auditor, whose audit report dated May 27, 2021 expressed an unmodified opinion on those financial results.

For C N K & Associates LLP

Chartered Accountants

Firm Registration No.: 101961 W/W - 100036



Himanshu Kishnadwala

Partner

Membership No. 37391

UDIN: 22037391AIIBVB7588

Place: Vallabh Vidyanagar

Date: May 03, 2022







**ELECON ENGINEERING COMPANY LIMITED**  
**STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022**

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter ended			Year ended	Year ended
		31 March 2022	31 Dec 2021	31 March 2021	31 March 2022	31 March 2021
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
		Refer Note 2		Refer Note 2		
1	Revenue from operations	32,973.83	27,087.45	35,013.24	1,20,355.38	1,04,443.96
2	Other income	386.35	131.66	98.32	856.19	599.42
3	<b>Total Income (1+2)</b>	<b>33,360.18</b>	<b>27,219.11</b>	<b>35,111.56</b>	<b>1,21,211.57</b>	<b>1,05,043.38</b>
4	<b>Expenses</b>					
(a)	Cost of materials consumed	16,138.37	14,639.91	14,638.36	60,743.53	43,910.33
(b)	Changes in inventories of finished goods and work-in-progress	(93.64)	(2,103.94)	1,930.18	(3,573.11)	4,625.73
(c)	Manufacturing expenses and erection charges	1,997.81	1,929.47	2,105.41	8,115.91	7,677.93
(d)	Employee benefits expense	3,448.09	3,043.08	3,482.99	12,818.72	11,793.91
(e)	Finance costs	732.39	482.70	1,444.08	3,734.12	5,980.64
(f)	Depreciation and amortisation expense	1,192.13	1,205.48	1,296.37	4,857.64	5,211.23
(g)	Other expenses	4,628.21	4,344.18	5,505.06	17,606.35	17,901.85
	<b>Total Expenses</b>	<b>28,043.36</b>	<b>23,540.88</b>	<b>30,402.45</b>	<b>1,04,303.16</b>	<b>97,101.62</b>
5	<b>Profit / (Loss) before share in profit of associate and tax (3-4)</b>	<b>5,316.82</b>	<b>3,678.23</b>	<b>4,709.11</b>	<b>16,908.41</b>	<b>7,941.76</b>
6	Share in profit of associate (net of tax)	62.94	31.54	4.20	144.23	187.39
7	<b>Profit / (Loss) before tax (5+6)</b>	<b>5,379.76</b>	<b>3,709.77</b>	<b>4,713.31</b>	<b>17,052.64</b>	<b>8,129.15</b>
8	<b>Tax expenses</b>					
	Current tax	1,053.76	497.73	42.31	3,057.15	134.28
	Adjustment of tax relating to earlier periods	123.37	-	30.09	123.37	30.09
	Deferred tax	(427.81)	58.10	1,478.40	(177.13)	2,201.69
9	<b>Net Profit / (Loss) for the period after tax (7-8)</b>	<b>4,630.44</b>	<b>3,163.94</b>	<b>3,162.51</b>	<b>14,049.25</b>	<b>5,763.09</b>
10	Non-controlling interest	-	-	-	-	-
11	<b>Net Profit / (Loss) after tax and non controlling interest (9-10)</b>	<b>4,630.44</b>	<b>3,163.94</b>	<b>3,162.51</b>	<b>14,049.25</b>	<b>5,763.09</b>
12	<b>Other comprehensive Income/(expense) (net of tax)</b>					
(i)	Items that will not be reclassified to profit or loss	(98.95)	(115.02)	492.07	(274.52)	352.87
	Income tax related to items that will not be reclassified to profit or loss	16.55	60.38	(35.96)	76.93	(28.22)
(ii)	Items that will be reclassified to profit or loss	(51.38)	(312.88)	(4.23)	(303.92)	417.70
13	<b>Total comprehensive Income/(expense) for the period (11+12)</b>	<b>4,496.66</b>	<b>2,786.42</b>	<b>3,614.39</b>	<b>13,547.74</b>	<b>6,505.44</b>
14	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	2,244.00	2,244.00	2,244.00	2,244.00	2,244.00
15	<b>Debt capital #</b>				-	9,571.43
16	<b>Other equity (Including debenture redemption reserve)</b>				1,02,779.78	89,680.83
17	<b>Debt redemption reserve</b>				-	2,500.00
18	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>					
(a)	Basic	4.13	2.81	2.82	12.52	5.14
(b)	Diluted	4.13	2.81	2.82	12.52	5.14
19	<b>Debt Equity Ratio</b>					0.36
20	<b>Debt Service Coverage Ratio</b>					1.02
21	<b>Interest Service Coverage Ratio</b>					2.52

# Represents Non convertible debentures

Ratios have been computed as follows:

a) Debt Equity Ratio : Debt / Equity

Debt: Non-current borrowings + Current maturity of non-current borrowings + Current borrowings + Lease liabilities  
 Equity : Equity share capital + Other equity

b) Debt Service Coverage Ratio : (EBIT-Tax expenses) / Debt to be serviced

EBIT : Profit Before Tax + Interest on Debt

Debt to be serviced : Interest on Debt + Scheduled principal repayment of non-current borrowings + Current maturity of lease liabilities

c) Interest Service Coverage Ratio : EBIT / Interest on Debt



Cranes



Rubber Industry



Marine Industry



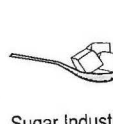
Plastic Industry



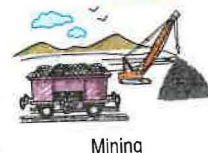
Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**



**Notes:**

- 1 The above audited consolidated financial results for the quarter and year ended 31st March, 2022 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 3rd May, 2022. The statutory auditors have expressed an unmodified conclusion on these consolidated financial results. The review report has been filed with the stock exchange and is available on the Holding Company's website.
- 2 Figures for the quarter ended 31st March, 2022 and corresponding quarter ended in the previous year as reported in these consolidated financial results are the balancing figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the relevant financial year. Also the figures up to the end of third quarter had only been reviewed and not subjected to audit.
- 3 The Holding Company redeemed non-convertible debentures Series I and Series II total amounting to INR 9,285.71 Lakhs in August 2021.
- 4 As per Ind AS 108 - 'Operating Segments', the Group has reported segment information under two segments i.e. 1) Material Handling Equipment and 2) Transmission Equipment.
- 5 The Board of Directors of the Holding Company has recommended Final Dividend of Rs. 1.00/- (i.e. 50%) and additionally Special Dividend of Rs. 0.40/- (i.e. 20%), to mark 70 years of Elecon Brand, which aggregates to Rs. 1.40/- (i.e. 70%) per Equity Share of Rs. 2/- each.
- 6 Previous period figures have been regrouped / reclassified wherever necessary.



## AUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2022

(Amounts in INR Lakhs)

Particulars	Quarter ended			Year ended	
	31 March 2022	31 Dec 2021	31 March 2021	31 March 2022	31 March 2021
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1. SEGMENT REVENUE</b>					
(a) Material Handling Equipment	3,667.50	2,077.50	5,528.37	13,538.42	13,924.65
(b) Transmission Equipment	29,306.33	25,009.95	29,484.87	1,06,816.96	90,519.31
<b>Net Sales/Income from Operations</b>	<b>32,973.83</b>	<b>27,087.45</b>	<b>35,013.24</b>	<b>1,20,355.38</b>	<b>1,04,443.96</b>
<b>2. SEGMENT RESULTS(PROFIT)(+)/LOSS(-) BEFORE TAX &amp; INTEREST FROM EACH SEGMENT</b>					
(a) Material Handling Equipment	75.29	(757.01)	(1,508.11)	(63.44)	(5,043.30)
(b) Transmission Equipment	6,093.03	5,033.13	7,863.29	21,105.37	19,601.10
<b>Total</b>	<b>6,168.32</b>	<b>4,276.12</b>	<b>6,355.18</b>	<b>21,041.93</b>	<b>14,557.80</b>
<b>Less:</b>					
i) Finance costs	732.39	482.70	1,444.07	3,734.12	5,980.63
ii) Other unallocated corporate overheads	220.58	171.96	269.44	679.15	879.29
iii) Unallocable income	(164.41)	(88.31)	(71.64)	(423.98)	(431.27)
<b>Total Profit / (Loss) before tax</b>	<b>5,379.76</b>	<b>3,709.77</b>	<b>4,713.31</b>	<b>17,052.64</b>	<b>8,129.15</b>
<b>3. SEGMENT ASSETS</b>					
(a) Material Handling Equipment	28,818.77	29,217.28	43,240.68	28,818.77	43,240.68
(b) Transmission Equipment	1,37,053.60	1,39,056.52	1,50,817.53	1,37,053.60	1,50,817.53
(c) Unallocated	5,972.87	8,007.81	5,215.40	5,972.87	5,215.40
<b>Total</b>	<b>1,71,845.24</b>	<b>1,76,281.61</b>	<b>1,99,273.61</b>	<b>1,71,845.24</b>	<b>1,99,273.61</b>
<b>4. SEGMENT LIABILITIES</b>					
(a) Material Handling Equipment	11,675.99	12,204.11	29,601.18	11,675.99	29,601.18
(b) Transmission Equipment	49,712.35	56,489.04	72,079.65	49,712.35	72,079.65
(c) Unallocated	5,433.10	7,061.33	5,667.95	5,433.10	5,667.95
<b>Total</b>	<b>66,821.46</b>	<b>75,754.48</b>	<b>1,07,348.78</b>	<b>66,821.46</b>	<b>1,07,348.78</b>
<b>5.NET CAPITAL EMPLOYED</b>	<b>1,05,023.78</b>	<b>1,00,527.13</b>	<b>91,924.83</b>	<b>1,05,023.78</b>	<b>91,924.83</b>



For and on behalf of Board of Directors



Prayash B. Patel

Chairman &amp; Managing Director

DIN : 00037394

Place : Vallabh Vidyanagar

Date : May 03, 2022

**ELECON ENGINEERING COMPANY LIMITED**  
**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

(Amounts in INR Lakhs)

Particulars	As at 31 March 2022 (Audited)	As at 31 March 2021 (Audited)
<b>ASSETS</b>		
<b>I. Non-current assets</b>		
(a) Property, plant and equipment	52,262.72	54,834.46
(b) Right-of-use assets	7,023.59	5,900.08
(c) Capital work-in-progress	51.24	30.96
(d) Investment property	2,534.67	2,547.00
(e) Goodwill	10,566.15	10,712.15
(f) Other intangible assets	1,531.31	1,797.64
(g) Investments accounted for using the equity method	5,404.76	5,312.85
(h) Financial assets		
(i) Investments	19.02	30.74
(ii) Other financial assets	186.57	1,047.55
(i) Deferred tax assets (net)	384.27	501.73
(j) Income tax assets (net)	2,292.53	2,020.33
(k) Other non-current assets	935.56	1,175.17
	<b>83,192.40</b>	<b>85,910.66</b>
<b>II. Current assets</b>		
(a) Inventories	26,166.70	25,022.35
(b) Financial assets		
(i) Trade receivables	41,507.44	50,773.61
(ii) Cash and cash equivalents	8,436.21	9,614.49
(iii) Bank balances other than (ii) above	2,777.23	4,533.96
(iv) Other financial assets	6,810.08	19,614.82
(c) Current tax assets (net)	2,955.15	3,803.72
	<b>88,652.81</b>	<b>1,13,362.95</b>
<b>Total Assets</b>	<b>1,71,845.21</b>	<b>1,99,273.61</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	2,244.00	2,244.00
(b) Other equity	1,02,779.78	89,680.83
	<b>1,05,023.78</b>	<b>91,924.83</b>
<b>LIABILITIES</b>		
<b>I. Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	1,966.29	11,741.59
(ii) Lease liabilities	3,241.82	3,229.12
(b) Non-current provisions	4,889.67	5,466.95
(c) Deferred tax liabilities (net)	2,772.04	3,024.35
	<b>12,869.82</b>	<b>23,462.01</b>
<b>II. Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	8,035.46	16,877.39
(ii) Lease liabilities	1,876.06	1,664.11
(iii) Trade payables		
-Total outstanding dues of micro and small enterprises	3,092.46	4,367.94
-Total outstanding dues of creditors other than micro and small enterprises	23,945.58	38,066.53
(iv) Other financial liabilities	808.46	3,993.36
(b) Other current liabilities	11,816.39	14,624.95
(c) Current provisions	2,329.44	2,595.91
(d) Current tax liabilities (net)	2,047.76	1,696.58
	<b>63,951.61</b>	<b>83,886.77</b>
<b>Total Liabilities</b>	<b>66,821.43</b>	<b>1,07,348.78</b>
<b>Total Equity and Liabilities</b>	<b>1,71,845.21</b>	<b>1,99,273.61</b>



For and on behalf of Board of Directors

*(Signature)*

**Prayashvin B. Patel**  
Chairman & Managing Director  
DIN : 00037394



Place : Vallabh Vidyanagar  
Date : May 03, 2022



**ELECON ENGINEERING COMPANY LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022**

(Amounts in INR Lakhs)

Particulars	Year ended 31 March 2022 (Audited)	Year ended 31 March 2021 (Audited)
<b>Cash flow from operating activities</b>		
<b>Profit before tax</b>	17,052.64	8,129.15
<i>Adjustments for:</i>		
(i) Share of profit of associates	(144.23)	(187.39)
(ii) Depreciation and amortisation expense	4,857.64	5,211.23
(iii) Finance costs	3,734.12	5,980.64
(iv) (Gain)/loss on fair valuation of investment	11.72	(57.41)
(v) Loss on sold/discarded of property, plant and equipments (net)	461.60	18.90
(vi) Interest income	(183.50)	(220.96)
(vii) Dividend income	(0.02)	(0.02)
(viii) Bad debts written off	2,125.18	11,418.69
(ix) Unrealised exchange (gain)/loss	2,720.37	(527.82)
(x) Provision for other contract liabilities, warranty and others	646.75	506.05
(xi) Increase/(reversal) of provision for onerous contract	(98.09)	145.78
(xii) Liabilities written back	(92.52)	(113.22)
(xiii) Provision for doubtful debts	(741.03)	-
(xiii) Excess provision on doubtful debts written back	-	(7,362.77)
	<b>30,350.64</b>	<b>22,940.85</b>
<i>Working Capital Adjustments</i>		
Decrease/(increase) in trade receivables	7,772.18	6,499.86
Decrease in inventories	(1,144.35)	5,632.77
(Increase)/decrease in financial assets	12,840.93	(3,551.77)
Decrease in other current and non-current assets	910.73	1,175.74
(Decrease)/increase in trade payables	(15,107.10)	(9,236.12)
Increase in provisions, other current and non-current liabilities	(4,591.20)	710.29
Increase/(decrease) in other financial liabilities	(2,931.17)	592.10
<b>Cash generated from operations</b>	<b>28,100.66</b>	<b>24,763.72</b>
Tax refund (net of taxes paid)	(3,097.13)	38.95
<b>Net cash generated from operating activities (A)</b>	<b>25,003.54</b>	<b>24,802.67</b>
<b>Cash flow from investing activities</b>		
Payments for purchase of property, plant and equipment	(4,856.38)	(396.67)
Proceeds from sale of property, plant and equipment	780.68	134.79
Interest received	247.23	210.06
Dividend received	0.02	0.02
(Increase) in bank balances not considered as cash and cash equivalents (net)	2,595.96	(1,967.75)
Dividend received from associate	47.92	44.51
Proceeds from redemption of investments	-	107.29
<b>Net cash (used in) from investing activities (B)</b>	<b>(1,184.57)</b>	<b>(1,867.75)</b>



**ELECON ENGINEERING COMPANY LIMITED**
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2022**

(Amounts in INR Lakhs)

Particulars	31 March 2022 (Audited)	Year ended 31 March 2021 (Audited)
<b>Cash flow from financing activities</b>		
Repayment of non current borrowings	(14,501.72)	(2,394.71)
Repayment of current borrowings (net)	(3,507.01)	(11,443.40)
Repayment against other financing arrangements	(1,061.36)	(944.03)
Finance cost paid	(4,588.74)	(5,576.13)
Dividend paid (including dividend distribution tax)	(456.57)	(13.71)
Principal payment of lease liabilities	(881.85)	(676.51)
<b>Net cash (used in) financing activities (C)</b>	<b>(24,997.25)</b>	<b>(21,048.49)</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(1,178.29)</b>	<b>1,886.43</b>
<b>Cash and cash equivalents at 1 April</b>	<b>9,614.49</b>	<b>7,728.06</b>
<b>Cash and cash equivalents as at Balance Sheet date</b>	<b>8,436.21</b>	<b>9,614.49</b>
<b>Components of cash and cash equivalents :-</b>		
Cash on hand	0.26	0.26
Balances with banks		
-In current accounts	7,640.94	9,593.23
-Cheques on hand	-	21.00
-In deposit account (with original maturity up to 3 months)	795.01	-
	<b>8,436.21</b>	<b>9,614.49</b>

**Notes:**

1. Cash and cash equivalents includes bank overdrafts that are repayable on demand and form an integral part of the Group's cash management.
2. The above Statement of Cash Flow has been prepared under the "Indirect Method" as set out in Indian Accounting Standard (Ind AS 7) - *Statement of Cash Flows*.
3. In accordance with para 22 of Ind AS 7 - *Statement of Cash Flows*, cash flows from current borrowings have been reported on net basis since these being working capital facilities, the maturities are short.

 Place : Vallabh Vidyanagar  
 Date : May 03, 2022


For and on behalf of the Board of Directors

  
**Prayasvin Patel**  
 Chairman & Managing Director  
 DIN : 00037394

**Independent Auditor's Report on Consolidated Financial Results of Elecon Engineering Company Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

**To the Board of Directors of  
Elecon Engineering Company Limited**

**Report on the audit of the Consolidated Financial Results**

**1. Opinion**

We have audited the accompanying statement of consolidated financial results of Elecon Engineering Company Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its associate for the quarter and year ended March 31, 2022, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements /financial results/ financial information of the subsidiary and associate, the aforesaid consolidated financial results:
- a. includes the results of the subsidiaries and associates as given in the Annexure to this report;
  - b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard;





- c. give a true and fair view in conformity with applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2022.

### 3. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### 4. Management's Responsibilities for the Consolidated financial results

These consolidated financial results have been prepared on the basis of the consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associate in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associate



are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associate are responsible for assessing the ability of the Group and its associate to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate are also responsible for overseeing the financial reporting process of the Group and of its associate.

#### **5. Auditor's Responsibilities for the Audit of the Consolidated financial results**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they





could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion whether the company has adequate internal financial control with reference to standalone financial statements in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.





However, future events or conditions may cause the Group and its associate to cease to continue as a going concern;

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation;
- Obtain sufficient appropriate audit evidence regarding the financial results/ financial information of the Group and its associate to express an opinion on consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion;

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit;

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards;

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 of the Listing Regulations, as amended, to the extent applicable.



## 6. Other Matters

- a. The accompanying consolidated financial results include audited Financial Statements of two subsidiaries which reflect total assets of Rs. 3,914.81 Lakhs as at March 31, 2022, total revenues of Rs. 7,146.74 Lakhs, and total comprehensive income (comprising of net profit after tax and other comprehensive income) of Rs.5,194.91 Lakhs for the year ended on March 31, 2022 and net cash inflows of Rs.1,598.32 Lakhs, as considered in the consolidated annual financial results. The consolidated financial results also include the Group's share of net profit after tax Rs. 144.23 Lakhs, other comprehensive income of Rs. 4.40 Lakhs for the year ended March 31, 2022, in respect of one associate. The independent auditor's reports on financial results/financial information of these entities have been audited by other auditors whose financial statements, other financial information and auditor's report have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such other auditors and the procedures performed by us are as stated in paragraph above;
- b. The Statement includes the financial information of nine subsidiary (including its wholly owned step-down subsidiaries) which has not been reviewed by us, whose financial results reflect total assets of INR 33,707.28 lakhs as on March 31, 2022, total revenue of INR 31,052.45 lakhs, total net profit after tax of INR 5,951.50 lakhs, total other comprehensive income of INR 6,043.10 lakhs for the period from April 1, 2021 to March 31, 2022, respectively, and cash outflows (net) of INR 2,595.28 lakhs for the period from April 1, 2021 to March 31, 2022, as considered in the Consolidated Financial Results. The statement also includes the Group's share of net profit after tax of INR Nil and INR Nil and total other comprehensive income of INR Nil and INR Nil for the period from April 1, 2021 to March 31, 2022, respectively as considered in the consolidated financial results in respect of 3 associates based on their financial information which have not been reviewed. According to the information and explanation given to us by Holding Company's management, this financial information are not material to the group;



Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors;

- c. The consolidated financial results includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us;
- d. The audited financial results for the year ended March 31, 2021 and for the quarter March 31, 2021 included in these financial results are based on the previously issued results of the Group prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of Companies Act, 2013. Those audited financial results prepared under Ind AS were audited by the predecessor auditor, whose audit report dated May 27, 2021 expressed an unmodified opinion on those financial results.

For C N K & Associates LLP

Chartered Accountants

Firm Registration Number: 101961W / W-100036

Himanshu Kishnadwala

Partner

Membership No.37391

UDIN: 22037391AIIICBG6949

Place - Vallabh Vidyanagar

Date: May 03, 2022





**Annexure to the Auditor's Report on Consolidated Financial Results of Elecon Engineering Company Limited**

1.

Sr.	Name of the Entity	Relationship
1.	Radicon Transmission UK Limited (including its following wholly owned step-down subsidiaries) Benzlers Systems AB AB Benzlers Radicon Drive Systems Inc. Benzler Transmission A.S. Benzler TBA B.V. Benzler Antriebstechnik GmbH OY Benzler AB Benzlers Italia s.r.l	Wholly Owned Subsidiary
2.	Elecon Singapore Pte. Limited	Wholly Owned Subsidiary
3.	Elecon Middle East FZE	Wholly Owned Subsidiary
4.	Eimco (Elecon) India Limited	Associate
5.	Elecon Eng. (Suzhou) Co. Limited*	Associate
6.	Elecon Africa Pty. Limited*	Associate
7.	Elecon Australia Pty. Limited*	Associate

\*Company is in the process of obtaining approval from Reserve Bank of India for their liquidation



3<sup>rd</sup> May, 2022

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

**Sub : Declaration with respect to Audit Report with unmodified opinion to the Audited Financial Results for the Financial Year ended on 31<sup>st</sup> March, 2022**

Dear Sir/Madam,

We hereby declare that the Statutory Auditors - M/s. C N K & Associates LLP, Chartered Accountants, Mumbai, (Firm Reg. No. 101961W/W-100036) have issued the Audit Report with Unmodified Opinion on the Standalone and Consolidated Audited Financial Results for the quarter and financial year ended on 31<sup>st</sup> March, 2022.

The above declaration is made in pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

You are requested to take the same on your records.

Thanking you.

Yours faithfully,

For Elecon Engineering Company Limited,

  
 Narasimhan Raghunathan  
 Chief Financial Officer



Cranes



Rubber Industry



Marine Industry



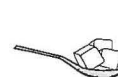
Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**

# Elecon Engineering announces FY22 Results

## CONSOLIDATED FY22 NET REVENUE AT RS. 1203.6 CRORES

**Vallabh Vidyanagar, India, May 3, 2022-** Elecon Engineering Company Limited ("Elecon"), one of the largest manufacturers of gears in Asia and a leading player in MHE segment, announces its financial results for the **Fourth Quarter (Q4FY22)** and **Full Year (FY22)** period ended March 31, 2022.

### Financial Performance

#### Standalone FY22 REVIEW

- Total Operating income was Rs. 884.4 Crores for FY22 as compared to Rs. 796.4 Crores in FY21
- EBITDA stood at Rs. 184.2 Crores for FY22 as compared to Rs. 144.1 Crores during the corresponding period of previous year
- EBITDA Margin at 20.8% for FY22 as against 18.1% in FY21
- Profit Before Tax stood at Rs. 123.6 Crores for FY22 as compared to Rs. 58.3 Crores in FY21, reflecting an increase of 112.1%
- Net Profit stood at Rs. 95.5 Crores for FY22 as compared to Rs. 36.3 Crores in FY21, reflecting an increase of 163.4%
- Total Debt of the Company is reduced to Rs. 100.02 Crores as at March 31, 2022 compared to Rs. 225.29 Crores as at March 31, 2021.

#### Consolidated FY22 Review

- Total Operating income was Rs. 1203.6 Crores for FY22 as compared to Rs. 1,044.7 Crores in FY21
- EBITDA stood at Rs. 246.4 Crores for FY22 as compared to Rs. 185.6 Crores during the corresponding period of previous year
- EBITDA Margin at 20.5% for FY22 as against 17.8% in FY21
- Profit Before Tax stood at Rs. 170.5 Crores for FY22 as compared to Rs. 81.3 Crores in FY21, reflecting an increase of 109.8%
- Net Profit stood at Rs. 140.5 Crores for FY22 as compared to Rs. 57.6 Crores in FY21, reflecting an increase of 143.8%
- Debt in overseas entity is paid off during the year.



## Standalone Q4FY22 Review

- Total Operating income was Rs. 245.8 Crores for Q4FY22 as compared to Rs. 273.5 Crores in the corresponding period of the previous year.
- EBITDA stood at Rs. 50.7 Crores as compared to Rs. 57.8 Crores during the corresponding period of previous year.
- EBITDA Margin at 20.6% for Q4FY22 as against 21.1% in Q4FY21
- Profit Before Tax stood at Rs. 39.3 Crores for Q4FY22 as compared to Rs. 37.2 Crores in the corresponding period of the previous year
- Net Profit stood at Rs. 33.5 Crores for Q4FY22 as compared to Rs. 22.4 Crores in the corresponding period of the previous year

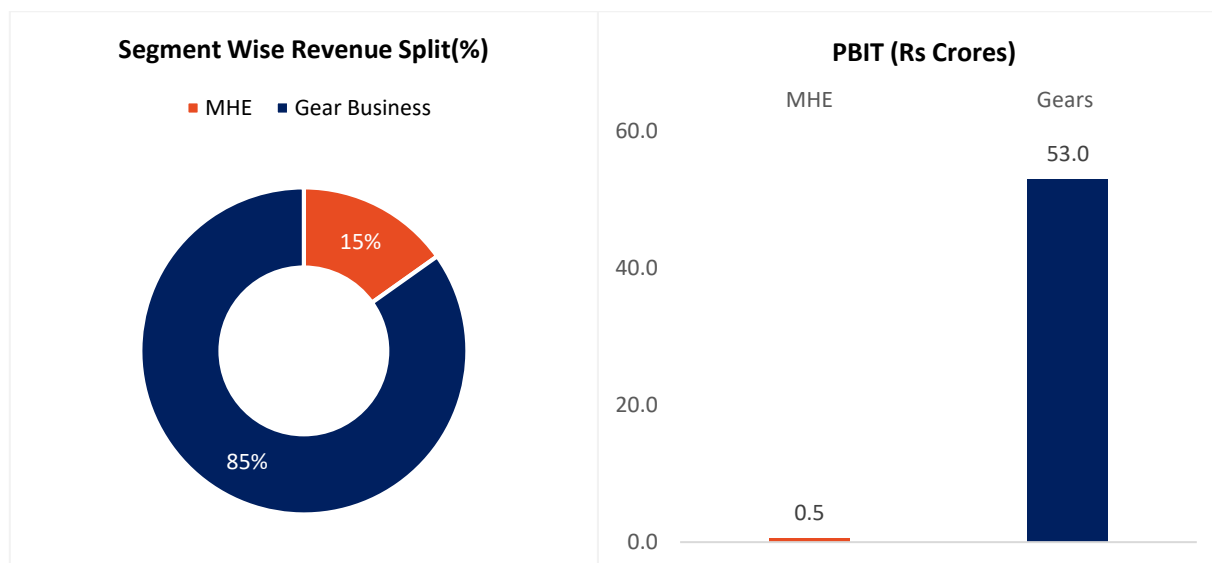
## CONSOLIDATED Q4FY22 REVIEW

- Total Operating income was Rs. 329.7 Crores for Q4FY22 as compared to Rs. 350.1 Crores in the corresponding period of the previous year.
- EBITDA stood at Rs. 68.5 Crores as compared to Rs. 73.5 Crores during the corresponding period of previous year.
- EBITDA Margin at 20.8% for Q4FY22 as against 21.0% in Q4FY21
- Profit Before Tax stood at Rs. 53.8 Crores for Q4FY22 as compared to Rs. 47.1 Crores in the corresponding period of the previous year
- Net Profit stood at Rs. 46.3 Crores for Q4FY22 as compared to Rs. 31.6 Crores in the corresponding period of the previous year

## Management Comments

Commenting on the Company's performance, **Mr. Prayasvin Patel, CMD** said *"We are pleased to announce robust set of performance amid improving external environment and continual improvements in internal efficiency. The Gears segment continues to perform well on the back of strong demand environment leading to healthy order inflow from our end user industries which bodes well for the gears division. In the MHE division, performance is substantially improved post change in the business strategy. The Company has made a good progress on recovery and also closure of few legacy projects. As such we expect significant turnaround in the MHE division going forward due to our strategic business approach and focusing on profitability and liquidity."*

## Segment Wise Performance (Q4 FY22)



## Performance of the overseas subsidiary

During the quarter, our overseas business under Benzlers and Radicon registered revenue of Rs. 86.8 Crores with EBITDA of Rs. 18.2 Crores.

## About Elecon Engineering Company Limited

Elecon Engineering Company Ltd (BSE code: 505700, NSE code: ELECON) is one of Asia's largest gear manufacturing Company with vast experience of over seven decades and significant business presence in India and abroad. The Company designs and manufactures worm gears; parallel shaft and right-angle shaft; helical and spiral level helical gears; fluid geared and flexible couplings, as well as planetary gear boxes. The Company also manufactures material handling equipment, mining equipment, casting processes amongst others. Elecon Group was founded in the year 1951 in Goregaon, Mumbai by Late Shri Ishwarbhai B. Patel and later got relocated at Vallabh Vidyanagar, Gujarat. For more info, visit: [www.elecon.com](http://www.elecon.com)

## If you have any questions or require further information, please feel free to contact

### Narasimhan Raghunathan

Elecon Engineering Company Limited

P: 91-2692-238701/02/03/04

Email: - [narasimhanr@elecon.com](mailto:narasimhanr@elecon.com)

### Binay Sarda

Ernst & Young LLP

P: +91 22 6192 0000

Email: - [binay.sarda@in.ey.com](mailto:binay.sarda@in.ey.com)

*Certain statements in this document that are not historical facts are forward looking statements. Such forward-looking statements are subject to certain risks and uncertainties like government actions, local, political or economic developments, technological risks, and many other factors. That could cause actual results to differ materially from those contemplated by the relevant forward-looking statements. Elecon Engineering Company Ltd. will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.*