

HEIL/SE-12/2022-23

May 25, 2023

To,  
The Manager (Listing),  
**The BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001  
Script Code No. : **543600**

To,  
The Manager (Listing),  
**National Stock Exchange of India Limited**  
"Exchange Plaza", C-1, Block - G,  
Bandra - Kurla Complex, Bandra (E)  
Mumbai – 400 051  
Symbol : **HARSHA**

Dear Sir/Madam,

**Sub : Outcome of the Board Meeting held on Thursday 25, May 2023**  
**Ref : Regulation 30 and 33 of the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015**

With reference to the subject matter and pursuant to the Regulation 30 & 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR"), and further with respect to intimation dated May 17 2023 to Stock Exchanges for Board Meeting Scheduled to be held on May 25, 2023, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e May 25, 2023, inter alia, has considered and approved the following:

**1. Financial Results**

Standalone and Consolidated Audited Financial Results for the quarter and year ended March 31, 2023 together with Auditor Reports (both Standalone and consolidated) of the Statutory Auditors, that were placed before the Board of Directors and as recommended by the Audit Committee at its meeting held today, May 25, 2023.

It is confirmed that M/s Pankaj R. Shah & Associates, Chartered Accountants (FRN: 107361W), Statutory Auditors have issued the Audit Reports with unmodified opinion on the audited standalone and consolidated financial results of the Company.

We enclosed herewith following.

Standalone and Consolidated Audited Financial Results for the quarter and year ended March 31, 2023 together with Auditors' Report of the Statutory Auditors, and declaration with respect to Audit Reports with unmodified opinion to the Audited Financial Results.

**2. Dividend**

The Board has recommended a final dividend of Re.1 per Equity Share of Rs. 10/-each fully paid up (10%) to the shareholders of the Company for the Financial Year ended March 31, 2023.



The dividend recommended by the Board of Directors of the Company is subject to the approval of the shareholders at the ensuing Annual General Meeting (AGM) of the Company

The dividend, if approved by the shareholders at the AGM, will be paid, subject to deduction of tax at source, within 30 days from the date of declaration.

### **3. AGM**

We wish to inform you that the 13<sup>th</sup> Annual General Meeting ('AGM') of the Company will be held through Video Conferencing ('VC')/ Other Audio-Visual Means ('OAVM') on Thursday, September 28, 2023, in compliance with the applicable provisions of the Companies Act, 2013 and the Rules made thereunder and the SEBI LODR read with all General Circulars issued since May 2020 and General Circular No 2/2022 dated May 5 2022 issued by the Ministry of Corporate Affairs ('MCA') and other Circulars issued by SEBI from time to time.

### **4. Record Date for AGM and Dividend**

Pursuant to Regulation 42 of SEBI LODR read with Section 91 of the Companies Act, 2013 including rules made thereunder, Thursday, September 21, 2023 has been fixed as the Record date for the purpose of forthcoming AGM and Dividend, if declared at the AGM.

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Board has fixed Thursday, September 21, 2023 as the cut—off date to record entitlement of the members to cast their vote electronically for the business to be transacted at the ensuing Annual General Meeting of the Company.

### **5. Appointment of Secretarial Auditor**

The Board has appointed M/ s. Chirag Shah & Associates, Practicing Company Secretaries, as a Secretarial Auditor of the Company for the Financial Year 2023-24. The brief profile of the Secretarial Auditor is attached as Annexure -A

### **6. Appointment of Cost Auditor**

The Board has appointed M/ s. Kiran J. Mehta & Co, Cost Accountants as a Cost Auditor to audit the cost records of the Company for the Financial Year 2023-24 and recommended the remuneration for the approval of the members in the ensuing 13<sup>th</sup> Annual General Meeting of the Company. The brief profile of the Cost Auditor is attached as Annexure -B

### **7. Appointment of Internal Auditor**

The Board has appointed M/s. Talati & Talati LLP, Chartered Accountants and M/s MAR & Co., Chartered Accountants, Internal Auditor of the Company for Engineering business division and Solar EPC business division respectively for the Financial Year 2023-24. The brief profile of the Internal Auditors are attached as Annexure -C

The meeting was commenced at 3:45 p.m and concluded at 5:00 p.m

The financial results are also being uploaded on the website of the company viz,  
<https://harshaengineers.com/InvestorRelations/financial-information.php#>

Kindly take the same on your records.

Yours faithfully,

**FOR HARSHA ENGINEERS INTERNATIONAL LIMITED** (Formerly Known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)



**Kiran Mohanty**  
**Company Secretary and Chief Compliance Officer**  
MEM NO. : F9907





**Annexure – A**  
**Brief Profile of Secretarial Auditor**

<b>Name</b>	Chirag Shah & Associates
<b>Reason for Change</b>	Appointment
<b>Appointment Date</b>	25.05.2023
<b>Terms of Appointment</b>	In accordance with resolution passed by the board of directors at their meeting held on 25 <sup>th</sup> May 2023.
<b>Brief Profile</b>	<p>Chirag Shah and Associates (“CSA”) was incorporated as a Proprietorship firm in the year of 2000 with a vision and having expertise knowledge by Mr. Chirag B Shah and qualified Company Secretaries as employee at present.</p> <p>In the year of 2018-19, Proprietorship firm was converted in to a Partnership firm with the same name i.e "Chirag Shah and Associates" due to expansion of practice and to serve the clients better.</p>

**Annexure – B**  
**Brief Profile of Cost Auditor**

<b>Name</b>	M/s Kiran J. Mehta & Co.
<b>Reason for Change</b>	Appointment
<b>Appointment Date</b>	25.05.2023
<b>Terms of Appointment</b>	In accordance with resolution passed by the board of directors at their meeting held on 25 <sup>th</sup> May 2023.
<b>Brief Profile</b>	<p>Kiran J Mehta &amp; Co. is a PARTNERSHIP firm of Cost Accountants, working since last more than four decades. It started in the year 1977 as a proprietorship concern by Late Shri Kiran kumar J. Mehta.</p> <p>Since the year 1990, it became partnership firm and as on date it is the oldest partnership firm in the Gujarat region since 1990.</p> <p>Mr. Kiran kumar J. Mehta had two Gold Medals for graduation, in the subjects of Accountancy. He also got Certificate of Merit in both the examinations of Institute of Cost Accountants of India with the national level rank. He did his Graduation and CMA in the same academic year 1973. (ICAI – CMA Membership No. Fellow - M/4733)</p>



**Annexure – C**  
**Brief Profile of Internal Auditor**

<b>Name of Auditor</b>	Talati & Talati LLP	M A R & Co. ( MARC)
<b>Reason for change</b>	Appointment	Appointment
<b>Appointment Date</b>	25.05.2023	25.05.2023
<b>Terms of Appointment</b>	Appointed as an Internal Auditor of the Company for Engineering business division for financial year 2023-24 in accordance with resolution passed by the board of directors at their meeting held on 25 <sup>th</sup> May 2023.	Appointed as an Internal Auditor of the Company for Solar EPC business division for financial year 2023-24 in accordance with resolution passed by the board of directors at their meeting held on 25 <sup>th</sup> May 2023.
<b>Scope of Audit</b>	Engineering Business Division	Solar EPC Business Division
<b>Brief Profile</b>	Talati & Talati LLP, Chartered Accountants was conceptualized by CA.Sunil Talati (Past President, ICAI) at Ahmedabad in 1976. With a constant vigor to grow and provide quality services to clients across India, the firm established its branches at Vadodara, Mumbai, Anand, Surat, Delhi, Noida, Kochi and Dubai (UAE).	M A R & Co., Chartered Accountants was incorporated on 1 <sup>st</sup> April 2014 at Ahmedabad that believes in providing the finest professional services to its clientele with its specialization in tax and regulatory matters, coupled with industry expertise, in an integrated manner.



May 25, 2023

To,  
The Manager (Listing),  
**The BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001  
Script Code No. : **543600**

To,  
The Manager (Listing),  
**National Stock Exchange of India Limited**  
"Exchange Plaza", C-1, Block - G,  
Bandra - Kurla Complex, Bandra (E)  
Mumbai – 400 051  
Symbol : **HARSHA**

Dear Sir/Madam,

**Sub : Declaration of Unmodified Audit Reports**


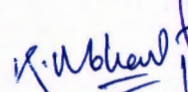
**Ref : Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

With reference to subject matter and pursuant to provision of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare and confirm that M/s Pankaj R. Shah & Associates (FRN: 107361W), Statutory Auditors of the Company, have issued Audit Reports with Unmodified Opinion on Audited Financial Results of the Company (Standalone and Consolidated) for the quarter and year ended March 31, 2023.

Kindly take this declaration on your record.

Yours faithfully,

**FOR HARSHA ENGINEERS INTERNATIONAL LIMITED** (Formerly Known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)



**Kiran Mohanty**  
Company Secretary and Chief Compliance Officer  
MEM NO. : F9907



# Pankaj R. Shah & Associates

## Chartered Accountants

CA. Dr. Pankaj Shah  
B.Com., F.C.A., Ph.D. (Commerce)

CA. Chintan Shah  
B.Com., LL.B., F.C.A.

CA. Nilesh Shah  
B.Com., LL.B., F.C.A.

CA. Manali Shah  
B.Com., F.C.A.

CA. Sandip Gupta  
B.Com., F.C.A.

7th Floor, Regency Plaza, Opp. Rahul Tower, Near Madhur Hall, Anandnagar Cross Road, Satellite, Ahmedabad - 380015. India. Phone : +91-79-2693 1024, 2693 1026, 2693 2587, Fax : +91-79-2693 2874

URL : <http://www.prsca.in>

**Independent Auditors' Report on Quarterly and Year to Date audited Standalone Ind AS Financial Results of M/s Harsha Engineers International Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

To,

The Board of Directors

Harsha Engineers International Limited

(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

**Report on audit of Standalone Ind AS Financial Results**

### Opinion

We have audited the accompanying Statement of Standalone Ind AS Financial results of **Harsha Engineers International Limited** (the "Company"), for the quarter and year ended March 31, 2023 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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; and
- gives a true and fair view in conformity with Indian Accounting Standard prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued there under and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2023.

### Basis for Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 ("ICAI") 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



**Managements Responsibilities for the Standalone Ind AS Financial Results**

The statement has been prepared on the basis of Standalone Ind AS annual financial statement. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), Profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under section 133 of the Act. 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone Ind AS financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

**Auditors Responsibilities for the Audit of the Standalone Ind AS Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS financial statements 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 Standards on Auditing 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 Ind AS financial statements

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

- Identify and assess the risks of material misstatement of the standalone Ind AS financial statements, 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 on whether the company has adequate internal financial controls system 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 management.



- Conclude on the appropriateness of management's 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 Ind AS financial statement 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 Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

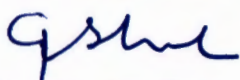
**Other Matter**

The standalone annual financial results include the results for the quarter ended March 31, 2023 being the balancing figures 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 subjected to a limited review by us. Our report on the Statement is not modified in respect of this matter.

**For Pankaj R Shah & Associates**

Chartered Accountants

(Firm Regn.No.107361W)

CA Chintan Shah  
Partner

Membership No. 110142

UDIN : 23110142BG2HJB6486

Place: Ahmedabad

Date: 25-05-23







# HARSHA ENGINEERS INTERNATIONAL LIMITED

(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

Regd. Office : NH-8A, Sarkhej-Bavla Road, Changodar, Ahmedabad- 382213, Gujarat - India; CIN:U29307GJ2010PLC063233

Ph. +91 2717 618200 Fax.+91 2717 618259, Website : www.harshaengineers.com Email : sec@harshaengineers.com

## STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

Particular	Quarter ended			Year ended	
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	Audited Refer Note - (3)	Unaudited	Audited Refer Note - (3)	Audited	Audited
	Rs. In lakhs			Rs. In lakhs	
<b>REVENUE:</b>					
Revenue from Operations	24,774	22,639	27,607	1,02,472	95,645
Other Income	597	1,300	700	3,163	1,782
<b>TOTAL REVENUE</b>	<b>25,371</b>	<b>23,939</b>	<b>28,307</b>	<b>1,05,635</b>	<b>97,427</b>
<b>EXPENSES:</b>					
Cost of Material Consumed	12,077	10,531	16,435	53,102	56,442
Change in Inventories of Finished Goods & Work-in-progress	166	954	(1,325)	916	(5,236)
Employee Benefits Expenses	2,786	2,738	2,206	10,904	9,622
Finance Costs	135	133	476	1,191	2,112
Depreciation and Amortization Expense	599	605	522	2,331	1,962
Other Expenses	4,700	4,707	5,411	19,961	18,226
<b>TOTAL EXPENSES</b>	<b>20,463</b>	<b>19,668</b>	<b>23,725</b>	<b>88,405</b>	<b>83,128</b>
<b>PROFIT BEFORE TAXATION</b>	<b>4,908</b>	<b>4,271</b>	<b>4,582</b>	<b>17,230</b>	<b>14,299</b>
<b>Less : Tax Expenses</b>					
(a) Current Tax	970	966	1,171	3,863	3,325
(b) Deferred Tax	258	150	(2)	528	366
<b>Less : Total Tax Expenses</b>	<b>1,228</b>	<b>1,116</b>	<b>1,169</b>	<b>4,391</b>	<b>3,691</b>
<b>PROFIT AFTER TAXATION</b>	<b>3,680</b>	<b>3,155</b>	<b>3,413</b>	<b>12,839</b>	<b>10,608</b>
<b>Other Comprehensive Income</b>					
i) Items that will be reclassified to profit or loss					
Gains / (Loss) of Cashflow Hedge	281	(1,247)	(128)	(988)	161
Income tax relating to these items	(70)	314	7	249	(41)
ii) Items that will not be reclassified to profit or loss					
Remeasurement of post-employment benefit obligations	27	(13)	136	(12)	32
Income tax relating to these items	(7)	3	(9)	3	(8)
<b>Other Comprehensive Income</b>	<b>231</b>	<b>(943)</b>	<b>6</b>	<b>(748)</b>	<b>144</b>
<b>Total Comprehensive Income</b>	<b>3,911</b>	<b>2,212</b>	<b>3,419</b>	<b>12,091</b>	<b>10,752</b>
Paid-up equity share capital - face value of ₹ 10 each	9,104	9,104	7,725	9,104	7,725
Other Equity				1,03,264	49,080
<b>Earnings per Share(not annualised for the quarter)</b>					
Basic EPS - In ₹	4.07	3.42	4.34	15.19	18.53
Diluted EPS -In ₹	4.07	3.42	4.42	15.19	13.73

### Notes

- (1) The above audited standalone financial results for the quarter and year ended 31 March 2023 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 25 May 2023. The statutory auditors have expressed an unmodified opinion.
- (2) The audited standalone financial results are prepared in accordance with the Indian Accounting Standards 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- (3) Figures of the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between audited figures in respect of the full financial year and year to date figures up to the third quarter of the relevant financial year. Also the figures up to the end of third quarter had only been reviewed and not subject to audit.
- (4) Refer Annexure-I for standalone statement of assets and liabilities.
- (5) Refer Annexure-II for standalone statement of cash flows.
- (6) Figures for the previous periods have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures
- (7) The Company has completed its Initial Public Offer (IPO) of 22,886,595 equity shares of face value of Rs 10 each at an issue price of Rs 330/- aggregating up to ₹75,500 lakhs comprising through fresh issue of 13,795,695 equity shares aggregating up to ₹ 45,500 lakhs and Offer for Sale for 9,090,900 equity shares aggregating up to ₹30,000 lakhs. The Offer was made pursuant to Regulation 6(1) of SEBI ICDR Regulations. The equity shares of the Company were listed on National Stock Exchange of India and BSE limited on 26 September 2022.



Handwritten signature/initials.



(8) Harsha Engineers B.V. -Netherland has been merged with the Company effective from 14th November 2022 as per the scheme of amalgamation. The necessary accounting treatment has been given, as approved in NCLT order and provided in the Scheme.

**(9) Segment Reporting:**

(Rs. In lakhs)

Particular	Quarter ended			Year ended	
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	Audited Refer Note - (3)	Unaudited	Audited Refer Note - (3)	Audited	Audited
<b>BUSINESS SEGMENTS INFORMATION</b>					
<b>1. Segment Revenues :</b>					
a. Engineering & Others	22,882	22,290	24,041	95,936	87,350
b. Solar-EPC and O&M	1,892	349	3,566	6,536	8,295
Total Revenue from Operations	<b>24,774</b>	<b>22,639</b>	<b>27,607</b>	<b>1,02,472</b>	<b>95,645</b>
<b>2. Segment Operating Results (EBITDA) # :</b>					
a. Engineering & Others	5,626	5,047	5,521	20,654	18,623
b. Solar-EPC and O&M	16	(38)	59	98	(250)
Total Operating Results (EBITDA)	<b>5,642</b>	<b>5,009</b>	<b>5,580</b>	<b>20,752</b>	<b>18,373</b>
<b>3. Segment Results (PBT) :</b>					
a. Engineering & Others	4,906	4,323	4,579	17,218	14,775
b. Solar-EPC and O&M	2	(52)	3	12	(476)
Total Profit Before Tax (PBT)	<b>4,908</b>	<b>4,271</b>	<b>4,582</b>	<b>17,230</b>	<b>14,299</b>
<b>4. Segment Assets :</b>					
a. Engineering & Others	1,26,519	1,21,119	95,112	1,26,519	95,112
b. Solar-EPC and O&M	8,956	8,675	11,040	8,956	11,040
Total Assets	<b>1,35,475</b>	<b>1,29,794</b>	<b>1,06,152</b>	<b>1,35,475</b>	<b>1,06,152</b>
<b>5. Segment Liabilities :</b>					
a. Engineering & Others	13,823	12,596	37,941	13,823	37,941
b. Solar-EPC and O&M	9,284	9,008	11,406	9,284	11,406
Total Liabilities	<b>23,107</b>	<b>21,604</b>	<b>49,347</b>	<b>23,107</b>	<b>49,347</b>

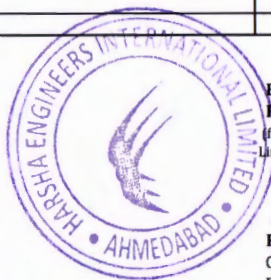
# Operating Results (EBITDA) : Total Profit Before Finance Cost, Tax, Depreciation & Amortisation

**(10) IPO Fund Utilization status report as on 31st March 2023**

(Rs. In lakhs)

Particulars	Amount		
Total IPO Proceeds			45,500
Less: IPO Expenses			(2,560)
Net Proceeds as per Prospectus			<b>42,940</b>
Particulars	Amount as proposed in the Offer Document	Amount Utilised	Unutilised Amount
1. Pre-payment or scheduled repayment of a portion of the existing borrowing availed by the Company	27,000	27,000	-
2. Funding capital expenditure requirements towards purchase of machinery	7,795	1,708	6,087
3. Infrastructure repairs and renovation of our existing production facilities including office premises in India	712	425	287
4. General corporate purposes	7,433	7,433	-
<b>Total</b>	<b>42,940</b>	<b>36,566</b>	<b>6,374</b>

Place: Ahmedabad  
Date: 25 May 2023

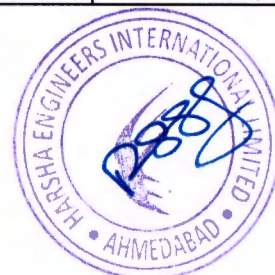


By order of Board of Directors  
For Harsha Engineers International Limited  
(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

**Rajendra Shah**  
Chairman & Whole-time Director  
DIN: 00061922



<b>HARSHA ENGINEERS INTERNATIONAL LIMITED</b>		
(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)		
<b>Annexure I-Audited Standalone Statement of Assets and Liabilities as at 31 March 2023</b>		
	(Rs. In Lakhs)	
Particulars	As at	As at
	31-Mar-23	31-Mar-22
	Audited	Audited
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	23,833	20,363
Capital Work-In-Progress	1,096	161
Other Intangible Assets	53	62
<b>Financial Assets</b>		
Investments	23,801	20,442
Loans & Advances	1,996	1,839
Other Financial Assets	329	64
Other Tax Assets [Net]	155	1,102
Other Non-Current Assets	888	509
<b>Total Non-Current Assets</b>	<b>52,151</b>	<b>44,542</b>
<b>Current Assets</b>		
Inventories	29,101	29,260
<b>Financial Assets</b>		
Investments	16,104	643
Trade Receivables	21,868	21,376
Cash and Cash Equivalents	5,163	1,609
Other Bank Balances	6,909	1,590
Loans & Advances	1,123	1,304
Other Financial Assets	79	1,075
<b>Other Current Assets</b>	<b>2,977</b>	<b>4,753</b>
<b>Total Current Assets</b>	<b>83,324</b>	<b>61,610</b>
<b>TOTAL ASSETS</b>	<b>1,35,475</b>	<b>1,06,152</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	9,104	7,725
Other Equity	1,03,264	49,080
<b>Total Equity</b>	<b>1,12,368</b>	<b>56,805</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	-	12,580
Lease liabilities	112	120
Provisions	835	1,106
Deferred Tax Liabilities (Net)	1,135	859
Other Non-Current Liabilities	268	219
<b>Total Non-Current Liabilities</b>	<b>2,350</b>	<b>14,884</b>
<b>Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	8,806	16,174
Lease liabilities	99	86
Trade Payables		
-Dues to Micro & Small Enterprises	629	953
-Dues to other than Micro & Small Enterprises	6,842	13,207
Other Financial Liabilities	2,903	1,716
Other Current Liabilities	1,140	1,905
Provisions	223	207
Current Tax Liabilities [Net]	115	215
<b>Total Current Liabilities</b>	<b>20,757</b>	<b>34,463</b>
<b>Total Liabilities</b>	<b>23,107</b>	<b>49,347</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,35,475</b>	<b>1,06,152</b>





# HARSHA ENGINEERS INTERNATIONAL LIMITED

(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

## Annexure II-Audited Standalone Cash flow Statement for the period ended 31 March 2023

(Rs. In Lakhs)

Particulars	For the period ended 31-Mar-23	For the period ended 31-Mar-22
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax as per statement of Profit & Loss	17,230	14,299
<b>Adjustments for:</b>		
Depreciation, Amortisation, Depletion & Impairment	2,331	1,962
Interest Income	(829)	(281)
Finance Cost	1,191	2,112
Loss/(Profit) on Sale of Investment	(435)	-
Bad debts/Provision for doubtful trade receivables	(284)	36
Share of Profit/Loss from Joint venture / Associates	(24)	30
Loss / (Profit) on Sale of Assets	46	7
<b>Operating Profit before Working Capital Changes</b>	<b>19,226</b>	<b>18,165</b>
<b>Adjustments for Changes in Working Capital</b>		
Inventories	159	(9,550)
Trade Receivables	(208)	(4,960)
Other Current Assets	2,953	1,392
Other Non-Current Assets	682	(135)
Trade Payables	(6,689)	4,731
Other Financial Liabilities	1,187	(239)
Other Current / Non-Current Liabilities	(767)	(1,673)
Provisions	(1,470)	467
<b>Cash Generated from Operations</b>	<b>15,073</b>	<b>8,198</b>
Income Taxes Paid	(3,748)	(3,110)
<b>Net Cash Flow from Operating Activities (A)</b>	<b>11,325</b>	<b>5,088</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets (Net)	(6,773)	(4,154)
Sale / (Purchase) of Investments	(18,344)	(2,277)
Loans and Advances (Net)	(536)	(720)
Investment in fixed deposits with bank (Net)	(5,319)	(558)
Interest Income	829	281
Share of Profit/Loss from Joint venture / Associates	24	(30)
<b>Net Cash Flow from Investing Activities (B)</b>	<b>(30,119)</b>	<b>(7,458)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceed from IPO of Equity Share Face Value	1,379	-
Proceed from IPO of Security Premium (Net of IPO Expenses)	42,046	-
Finance Cost	(1,191)	(2,112)
Borrowings (Net)	(19,943)	3,538
Increase / (Decrease) in Non-Current Liability	51	10
<b>Net Cash Flow from Financing Activities (C)</b>	<b>22,342</b>	<b>1,436</b>
<b>Net Increase/(Decrease) in Cash and Cash equivalents (D) (A+B+C)</b>	<b>3,548</b>	<b>(934)</b>
<b>Cash and Cash Equivalents at the Beginning</b>		
Cash on Hand	6	6
Balances with Banks	1,603	2,537
	<b>1,609</b>	<b>2,543</b>
<b>Cash and Cash Equivalents added pursuant to the Scheme</b>		
Balances with Banks	6	-
	<b>6</b>	<b>-</b>
<b>Cash and Cash Equivalents at the End</b>		
Cash on Hand	6	6
Balances with Banks	5,157	1,603
	<b>5,163</b>	<b>1,609</b>





# Pankaj R. Shah & Associates

## Chartered Accountants

CA. Dr. Pankaj Shah  
B.Com., F.C.A., Ph.D. (Commerce)

CA. Chintan Shah  
B.Com., LL.B., F.C.A.

CA. Nilesh Shah  
B.Com., LL.B., F.C.A.

CA. Manali Shah  
B.Com., F.C.A.

CA. Sandip Gupta  
B.Com., F.C.A.

7th Floor, Regency Plaza, Opp. Rahul Tower, Near Madhur Hall, Anandnagar Cross Road, Satellite, Ahmedabad - 380015. India. Phone : +91-79-2693 1024, 2693 1026, 2693 2587, Fax : +91-79-2693 2874

URL : <http://www.prsca.in>

**Independent Auditor's Report on Audit of Quarterly and Annual Consolidated Financial Results of Harsha Engineers International Limited. ("the Parent") pursuant to the requirements of Regulations 33 and 52 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, as amended**

**TO THE BOARD OF DIRECTORS OF**

**Harsha Engineers International Limited**

*(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)*

### **Opinion and Conclusion**

We have audited the Consolidated Financial Results for the year ended March 31, 2023 and Consolidated Financial Results for the quarter ended March 31, 2023 [refer paragraph (a) of 'Other Matters' section below] both included in the accompanying "Statement of Consolidated Audited Financial Results for the Quarter and Year Ended March 31, 2023" of **Harsha Engineers International Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its joint ventures and associates for the quarter and year ended March 31, 2023, submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

### **Opinion on Annual Consolidated Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of the other auditors on separate financial statements of the , joint ventures and associates, referred to in Other Matters section below, the Consolidated Financial Results for year ended March 31, 2023:

- i. includes the results of the entities as under:

#### **List of Subsidiaries:**

- a. Harsha Precision Bearing Components (China) Co. Ltd.
- b. Harsha Engineers Advantek Limited
- c. HASPL Americas Corporation
- d. Harsha Engineers B.V. (merged with the Parent as on 14-11-2022)
- e. Harsha Engineers Europe SRL

#### **List of associates/ joint ventures :**

- f. Cleanmax Harsha Solar LLP- Joint Venture
- g. Sunstream Green Energy One Private Limited-Associate



- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI ( Listing Obligations . and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group including its joint ventures and associates for the year ended March 31, 2023.

**Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2023**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group and its joint ventures and associates in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2023 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Statement**

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2023, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2023 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group including its joint ventures and associates, in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS"), 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 joint ventures and associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its joint ventures and associates 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective 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 this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group and of its joint ventures and associates are responsible for



assessing the ability of the respective entities 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 their respective entities 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 joint ventures and associates are responsible for overseeing the financial reporting process of the Group and of its joint ventures and associates.

### **Auditor's Responsibilities**

#### **(a) Auditor's Responsibilities for audit of the Consolidated Financial Results for year ended March 31, 2023**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2023 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 this Consolidated Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the 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 ability of the Group and its joint ventures and associates 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 joint ventures and associates to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Financial Information of the entities within the Group, its joint ventures and associates to express an opinion on the Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the entities included in the Annual Consolidated Financial Results, which have been audited by the other auditors and 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.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent 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.

#### **Other Matters**

(a) The Statement includes the results for the Quarter ended March 31, 2023, being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures for the 9 months ended December 31, 2022, which were subject to limited review by us.

(b) We did not audit the financial statements of 2 subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 26,720 lakhs as at March 31, 2023 and total revenues of Rs 36,151 lakhs for the year ended March 31, 2023, total net loss after tax of Rs. 451 lakhs for the year ended March 31, 2023 and total comprehensive income of Rs. (451) for the year ended March 31, 2023 and net cash inflows of Rs. 545 lakhs for the year ended March 31, 2023, as considered in the Statement (the figures reported above are before eliminations on consolidation). These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and a joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above



(c) We did not audit the financial statements of 1 joint venture and 1 associate. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these associates and a joint venture, is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above.


(d) We audited the financial statements of 2 subsidiaries (Harsha BV was merged with Parent as on 14-11-2022) included in the consolidated financial results, whose financial statements reflect total assets of Rs. 10.01 lakhs as at March 31, 2023 and total revenues of Rs NIL for the year ended March 31, 2023, total net loss after tax of Rs. NIL for the year ended March 31, 2023 and total comprehensive income of Rs NIL for the year ended March 31, 2023 and net cash inflows of Rs. 10 lakhs for the year ended March 31, 2023, as considered in the Statement (the figures reported above are before eliminations on consolidation). These financial statements have been audited by us.

Our report on the statement 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.

**For Pankaj R Shah & Associates**

Chartered Accountants

(Firm Regn.No.10736140)



CA Chintan Shah

Partner

Membership No. 110142

UDIN : 23110142BG214JC8039

Place: Ahmedabad

Date: 25-05-2023





# HARSHA ENGINEERS INTERNATIONAL LIMITED

(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

Regd. Office : NH-8A, Sarkhej-Bavla Road, Changodar, Ahmedabad- 382213, Gujarat - India; CIN:U29307GJ2010PLC063233

Ph. +91 2717 618200 Fax.+91 2717 618259, Website : www.harshaengineers.com Email : sec@harshaengineers.com

## STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

Particular	Quarter ended			Year ended	
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	Audited Refer Note - (3)	Unaudited	Audited Refer Note - (3)	Audited	Audited
	Rs. In lakhs			Rs. In lakhs	
<b>REVENUE:</b>					
Revenue from Operations	34,369	30,068	36,888	1,36,402	1,32,148
Other Income	582	1,350	676	2,979	1,752
<b>TOTAL REVENUE</b>	<b>34,951</b>	<b>31,418</b>	<b>37,564</b>	<b>1,39,381</b>	<b>1,33,900</b>
<b>EXPENSES:</b>					
Cost of Material Consumed	17,989.00	15,448	22,536	73,514	79,916
Change in Inventories of Finished Goods & Work-in-progress	380.00	(238)	(1,774)	73	(5,947)
Employee Benefits Expenses	4,067	3,870	3,454	15,619	14,515
Finance Costs	256.00	230	552	1,584	2,456
Depreciation and Amortization Expense	915.00	920	897	3,612	3,536
Other Expenses	6,853	6,886	7,854	28,267	26,761
<b>TOTAL EXPENSES</b>	<b>30,460</b>	<b>27,116</b>	<b>33,519</b>	<b>1,22,669</b>	<b>1,21,237</b>
<b>PROFIT BEFORE TAXATION</b>	<b>4,491</b>	<b>4,302</b>	<b>4,045</b>	<b>16,712</b>	<b>12,663</b>
<b>Less : Tax Expenses</b>					
(a) Current Tax	970	969	1,171	3,846	3,325
(b) Deferred Tax	259	159	(128)	538	143
<b>Less : Total Tax Expenses</b>	<b>1,229</b>	<b>1,128</b>	<b>1,043</b>	<b>4,384</b>	<b>3,468</b>
<b>PROFIT AFTER TAXATION</b>	<b>3,262</b>	<b>3,174</b>	<b>3,002</b>	<b>12,328</b>	<b>9,195</b>
Less: Profit transferred to Minority Interest	-	-	0	-	0
<b>PROFIT AFTER TAXATION (Net)</b>	<b>3,262</b>	<b>3,174</b>	<b>3,002</b>	<b>12,328</b>	<b>9,195</b>
<b>Other Comprehensive Income</b>					
i) Items that will be reclassified to profit or loss					
Gains / (Loss) of Cashflow Hedge	281	(1,247)	(127)	(988)	161
Income tax relating to these items	(70)	314	7	249	(41)
ii) Items that will not be reclassified to profit or loss					
Remeasurement of post-employment benefit obligations	27	(13)	136	(12)	32
Income tax relating to these items	(7)	3	(9)	3	(8)
<b>Other Comprehensive Income</b>	<b>231</b>	<b>(943)</b>	<b>7</b>	<b>(748)</b>	<b>144</b>
<b>Total Comprehensive Income</b>	<b>3,493</b>	<b>2,231</b>	<b>3,009</b>	<b>11,580</b>	<b>9,339</b>
Paid-up equity share capital - face value of ₹ 10 each	9,104	9,104	7,725	9,104	7,725
Other Equity				98,073	44,461
<b>Earnings per Share(not annualised for the quarter)</b>					
Basic EPS - In ₹	3.58	3.45	3.85	14.59	16.06
Diluted EPS -In ₹	3.58	3.45	3.89	14.59	11.90

### Key Performance Indicators \*

Revenue from Operations	34,369	30,068	36,888	1,36,402	1,32,148
EBITDA <sup>1</sup>	5,662	5,452	5,494	21,908	18,655
EBITDA margins <sup>2</sup>	16.47%	18.13%	14.89%	16.06%	14.12%
PAT	3,262	3,174	3,002	12,328	9,195
PAT margin <sup>3</sup>	9.49%	10.56%	8.14%	9.04%	6.96%
Return on Average Equity <sup>4</sup>				15.40%	19.13%

1 EBITDA = PBT + Depreciation and Amortization Expense + Finance Costs

2 EBITDA margin = EBITDA / Revenue from Operations

3 PAT margin = PAT / Revenue from Operations

4 Return on Average Equity = PAT / ((Beginning Equity + Ending Equity)/2)

\* Ratios for the quarter/ half year / nine months have been annualised

### Notes

(1) The above audited consolidated financial results for the quarter and year ended 31 March 2023 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 25 May 2023. The statutory auditors have expressed an unmodified opinion.

(2) The audited consolidated financial results are prepared in accordance with the Indian Accounting Standards 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.

(3) Figures of the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between audited figures in respect of the full financial year and year to date figures up to the third quarter of the relevant financial year. Also the figures up to the end of third quarter had only been reviewed and not subject to audit.

(4) The audited consolidated financial results comprise of the results / financial information of the Holding Company, i.e., Harsha Engineers International Limited, its subsidiaries namely - Harsha Precision Bearing Components (China) Co. Ltd. - China, HASPL Americas Corporations - America, Harsha Engineers Europe SRL- Romania, Harsha Engineers Advantek Limited and its Joint Venture/ Associate namely - Cleanmax Harsha Solar LLP, Sunstream Green Energy One Pvt. Ltd.

(5) Refer Annexure-I for consolidated statement of assets and liabilities.

(6) Refer Annexure-II for consolidated statement of cash flows.

(7) Figures for the previous periods have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.





(8) The Company has completed its Initial Public Offer (IPO) of 22,886,595 equity shares of face value of Rs 10 each at an issue price of Rs 330/- aggregating up to ₹75,500 lakhs comprising through fresh issue of 13,795,695 equity shares aggregating up to ₹ 45,500 lakhs and Offer for Sale for 9,090,900 equity shares aggregating up to ₹30,000 lakhs. The Offer was made pursuant to Regulation 6(1) of SEBI ICDR Regulations. The equity shares of the Company were listed on National Stock Exchange of India and BSE limited on 26 September 2022.

(9) Harsha Engineers B.V. -Netherland has been merged with the Company effective from 14th November 2022 as per the scheme of amalgamation . The necessary accounting treatment has been given, as approved in NCLT order and provided in the Scheme.

**(10) Segment Reporting:**

(Rs. In lakhs)

Particular	Quarter ended			Year ended	
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
	Audited Refer Note - (3)	Unaudited	Audited Refer Note - (3)	Audited	Audited
<b>BUSINESS SEGMENTS INFORMATION</b>					
<b>1. Segment Revenues :</b>					
a. Engineering & Others	32,477	29,719	33,322	1,29,866	1,23,853
b. Solar-EPC and O&M	1,892	349	3,566	6,536	8,295
Total Revenue from Operations	<b>34,369</b>	<b>30,068</b>	<b>36,888</b>	<b>1,36,402</b>	<b>1,32,148</b>
<b>2. Segment Operating Results (EBITDA) # :</b>					
a. Engineering & Others	5,646	5,490	5,435	21,810	18,905
b. Solar-EPC and O&M	16	(38)	59	98	(250)
Total Operating Results (EBITDA)	<b>5,662</b>	<b>5,452</b>	<b>5,494</b>	<b>21,908</b>	<b>18,655</b>
<b>3. Segment Results (PBT) :</b>					
a. Engineering & Others	4,489	4,354	4,042	16,700	13,139
b. Solar-EPC and O&M	2	(52)	3	12	(476)
Total Profit Before Tax (PBT)	<b>4,491</b>	<b>4,302</b>	<b>4,045</b>	<b>16,712</b>	<b>12,663</b>
<b>4. Segment Assets :</b>					
a. Engineering & Others	1,35,558	1,31,048	1,04,786	1,35,558	1,04,786
b. Solar-EPC and O&M	8,956	8,675	11,040	8,956	11,040
Total Assets	<b>1,44,514</b>	<b>1,39,723</b>	<b>1,15,826</b>	<b>1,44,514</b>	<b>1,15,826</b>
<b>5. Segment Liabilities :</b>					
a. Engineering & Others	28,053	27,345	52,234	28,053	52,234
b. Solar-EPC and O&M	9,284	9,008	11,406	9,284	11,406
Total Liabilities	<b>37,337</b>	<b>36,353</b>	<b>63,640</b>	<b>37,337</b>	<b>63,640</b>

# Operating Results (EBITDA) : Total Profit Before Finance Cost, Tax, Depreciation & Amortisation

**(11) IPO Fund Utilization status report as on 31st March 2023**

(Rs. In lakhs)

Particulars	Amount
Total IPO Proceeds	45,500
Less: IPO Expenses	(2,560)
Net Proceeds as per Prospectus	<b>42,940</b>

Particulars	Amount as proposed in the Offer Document	Amount Utilised	Unutilised Amount
1. Pre-payment or scheduled repayment of a portion of the existing borrowing availed by the Company	27,000	27,000	-
2. Funding capital expenditure requirements towards purchase of machinery	7,795	1,708	6,087
3. Infrastructure repairs and renovation of our existing production facilities including office premises in India	712	425	287
4. General corporate purposes	7,433	7,433	-
<b>Total</b>	<b>42,940</b>	<b>36,566</b>	<b>6,374</b>

Place: Ahmedabad  
Date: 25 May 2023



**By order of Board of Directors**  
**For Harsha Engineers International Limited**  
(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

**Rajendra Shah**  
Chairman & Whole-time Director  
DIN: 00061922



<b>HARSHA ENGINEERS INTERNATIONAL LIMITED</b>		
(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)		
<b>Annexure I-Audited Consolidated Statement of Assets and Liabilities as at 31 March 2023</b>		
	(Rs. In Lakhs)	
Particulars	As at	As at
	31-Mar-23	31-Mar-22
	Audited	Audited
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant and Equipment	31,359	28,287
Capital Work-In-Progress	1,162	210
Goodwill on Consolidation	7,175	7,106
Other Intangible Assets	133	177
<b>Financial Assets</b>		
Investments	3,314	4
Loans & Advances	8	6
Other Financial Assets	329	64
Other Tax Assets [Net]	158	1,105
Other Non-Current Assets	1,112	865
<b>Total Non-Current Assets</b>	<b>44,750</b>	<b>37,824</b>
<b>Current Assets</b>		
Inventories	37,688	37,572
<b>Financial Assets</b>		
Investments	16,104	643
Trade Receivables	28,037	28,275
Cash and Cash Equivalents	6,244	2,141
Other Bank Balances	7,115	1,789
Loans & Advances	1,045	1,234
Other Financial Assets	79	1,075
<b>Other Current Assets</b>	<b>3,452</b>	<b>5,273</b>
<b>Total Current Assets</b>	<b>99,764</b>	<b>78,002</b>
<b>TOTAL ASSETS</b>	<b>1,44,514</b>	<b>1,15,826</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	9,104	7,725
Other Equity	98,073	44,461
Non-Controlling Interest	-	0
<b>Total Equity</b>	<b>1,07,177</b>	<b>52,186</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	791	13,784
Lease liabilities	426	552
Provisions	835	1,106
Deferred Tax Liabilities (Net)	663	395
Other Non-Current Liabilities	268	219
<b>Total Non-Current Liabilities</b>	<b>2,983</b>	<b>16,056</b>
<b>Current Liabilities</b>		
<b>Financial Liabilities</b>		
Borrowings	16,903	24,064
Lease liabilities	99	86
Trade Payables		
-Dues to Micro & Small Enterprises	629	953
-Dues to other than Micro & Small Enterprises	11,239	17,326
Other Financial Liabilities	3,427	2,351
Other Current Liabilities	1,736	2,382
Provisions	223	207
Current Tax Liabilities [Net]	98	215
<b>Total Current Liabilities</b>	<b>34,354</b>	<b>47,584</b>
<b>Total Liabilities</b>	<b>37,337</b>	<b>63,640</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,44,514</b>	<b>1,15,826</b>





# HARSHA ENGINEERS INTERNATIONAL LIMITED

(formerly known as Harsha Engineers International Private Limited and Harsha Abakus Solar Private Limited)

## Annexure II-Audited Consolidated Cash flow Statement for the period ended 31 March 2023

(Rs. In Lakhs)

Particulars	For the period ended 31-Mar-23	For the period ended 31-Mar-22
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax as per statement of Profit & Loss	16,712	12,663
<b>Adjustments for:</b>		
Depreciation, Amortisation, Depletion & Impairment	3,612	3,536
Interest Income	(739)	(164)
Finance Cost	1,584	2,456
Loss/(Profit) on Sale of Investment	(435)	-
Foreign Currency Translation Reserve	(83)	338
Bad debts/Provision for doubtful trade receivables	(284)	36
Share of Profit/Loss from Joint venture / Associates	(24)	30
Loss / (Profit) on Sale of Assets	47	4
<b>Operating Profit before Working Capital Changes</b>	<b>20,390</b>	<b>18,899</b>
<b>Adjustments for Changes in Working Capital</b>		
Inventories	(116)	(10,818)
Trade Receivables	522	(6,923)
Other Current Assets	3,006	528
Other Non-Current Assets	682	(136)
Trade Payables	(6,411)	6,611
Other Financial Liabilities	1,076	(275)
Other Current / Non-Current Liabilities	(648)	(1,600)
Provisions	(1,488)	470
<b>Cash Generated from Operations</b>	<b>17,013</b>	<b>6,756</b>
Income Taxes Paid	(3,748)	(3,110)
<b>Net Cash Flow from Operating Activities (A)</b>	<b>13,265</b>	<b>3,646</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets (Net)	(7,639)	(4,953)
Sale / (Purchase) of Investments	(18,336)	282
Loans and Advances (Net)	(249)	(82)
Investment in fixed deposits with bank (Net)	(5,326)	(564)
Interest Income	739	164
Share of Profit/Loss from Joint venture / Associates	24	(30)
<b>Net Cash Flow from Investing Activities (B)</b>	<b>(30,787)</b>	<b>(5,183)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceed from IPO of Equity Share Face Value	1,379	-
Proceed from IPO of Security Premium (Net of IPO Expenses)	42,046	-
Finance Cost	(1,584)	(2,456)
Borrowings (Net)	(20,267)	2,819
Increase / (Decrease) in Non-Current Liability	51	10
<b>Net Cash Flow from Financing Activities (C)</b>	<b>21,625</b>	<b>373</b>
<b>Net Increase/(Decrease) in Cash and Cash equivalents (D) (A+B+C)</b>	<b>4,103</b>	<b>(1,164)</b>
<b>Cash and Cash Equivalents at the Beginning</b>		
Cash on Hand	6	6
Balances with Banks	2,135	3,299
	<b>2,141</b>	<b>3,305</b>
<b>Cash and Cash Equivalents at the End</b>		
Cash on Hand	10	6
Balances with Banks	6,234	2,135
	<b>6,244</b>	<b>2,141</b>

