

26<sup>th</sup> May, 2022

To  
The General Manager  
Department of Corporate Relations  
**BSE Limited**  
Sir Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai -400 001

To  
The Vice President,  
Listing Department  
**The National Stock Exchange of India  
Limited**  
Exchange Plaza  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051

**Scrip code: 526247**

**Scrip code: PREMEXPLN**

Dear Sir,

**Sub: Outcome of Board Meeting held on 26<sup>th</sup> May, 2022**

Pursuant to the provisions of Regulation 30 and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Board of Directors of the Company have, at their Meeting held today i.e., Thursday, 26<sup>th</sup> May, 2022, inter-alia considered and approved the following:

1. The Audited Financial Results (Standalone and Consolidated) for the fourth quarter and financial year ended 31<sup>st</sup> March, 2022.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith, a copy of the Audited Financial Results (Standalone and Consolidated) for the fourth quarter and financial year ended 31<sup>st</sup> March, 2022 along with Auditors Report received from Majeti & Co., Statutory Auditors of the Company.

We hereby confirm that the Statutory Auditors of the Company i.e., M/s. Majeti & Co., Chartered Accountants, have issued the Audit Reports on Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2022 with unmodified opinion. A Declaration stating that the Audit Reports are with unmodified opinion is also enclosed.

2. Recommended a dividend of Rs.1.50 /- (i.e., 15 %) per equity share of Rs. 10/- each for the financial year ended March 31, 2022, subject to approval of the shareholders at the ensuing 42<sup>nd</sup> Annual General Meeting (AGM) of the Company. The dividend, if approved by the Shareholders, will be paid within 30 days of approval/declaration. The AGM date and book closure / record date for the purpose of payment of dividend will be informed in due course.

*Ms. Anansi Karami*

**Regd. Office :** "Premier House", # 11, Ishaq Colony, Near AOC Centre, Secunderabad - 500 015. (T.S) INDIA

**Fax :** Chairman:040-6614 6821 MD : 040-6614 6839 Project : 040-6614 6841 Marketing : 040-6614 6852

Ph : 040-66146801 to 05, Fax : Purchase : 040-2784 3431, E-mail :

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**CIN : L24110TG1980PLC002633**

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3. Based on the recommendation of the Audit Committee, the Board have recommended, the re-appointment of M/s. Majeti & Co., Chartered Accountants (Firm Registration No. 015975S), Hyderabad, as the Statutory Auditors of the Company under Section 139 of the Companies Act, 2013, for a second term of five consecutive years i.e., from the conclusion of the 42<sup>nd</sup> AGM till the conclusion of 47<sup>th</sup> AGM to be held in the year 2027, subject to approval of the shareholders of the company.

The meeting of the Board of directors commenced at 12:00 Noon and concluded at 16:15 P.M.

We request you to take note of the above on record and arrange to bring this to the notice of all concerned.

Thanking you,

Yours faithfully,  
**For Premier Explosives Limited**

  
**K. Jhansi Laxmi**  
**Company Secretary**  
Encl:a/a





**INDEPENDENT AUDITOR'S REPORT ON THE QUARTERLY AND YEAR TO DATE AUDITED STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED**

**To  
The Board of Directors of  
Premier Explosive Limited**

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

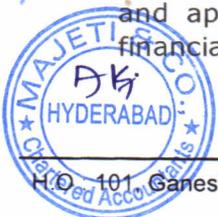
We have audited the accompanying standalone annual financial results ('the Statement') of PREMIER EXPLOSIVE LIMITED ('the Company') for the quarter and year ended 31 March 2022, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('listing Regulations'), including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2022 and the standalone statement of assets and liabilities and the standalone statement of cash flows as at and for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Statements 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 statements under the provisions of the Act and the Rules made 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 opinion on the on the annual standalone financial results.



### **Management's and Board of Directors' Responsibility for the Standalone Financial Results**

These Standalone financial results have been prepared on the basis of the standalone annual financial statements for the year ended March 31, 2022.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these standalone financial Results that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows in accordance with the Ind AS 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 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 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 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.

### **Auditor's Responsibility 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 financial 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 in the annual financial results made by the Board of Directors.
- Conclude on the appropriateness of 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 annual standalone financial Results, including the disclosures, and whether the annual standalone financial Results 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 Matters**

The annual financial results include the results for the quarter ended 31 March 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.



The standalone annual financial results dealt with by this report has been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2022, on which we issued an unmodified audit opinion vide our report dated May 26, 2022.

**For MAJETI & CO**

Chartered Accountants

Firm's Registration No: 015975S

*A. Kowshik*

**Kowshik Anna**

Partner

Membership No: 244172

UDIN No: 22244172AJQUOS4508

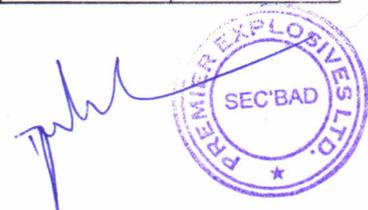


Place: Hyderabad  
Date: May 26, 2022

Statement of Audited Standalone financial results for the Quarter and Year Ended March 31, 2022

(Rs. in lakhs, except as stated)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(Refer no- 5)	(Unaudited)	(Refer no- 5)	(Audited)	(Audited)
1	<b>Revenue</b>					
	Revenue from operations	6045.26	5080.81	3543.78	19912.77	15337.19
	Other Income	66.01	77.61	41.97	189.68	87.15
	<b>Total Income</b>	<b>6111.27</b>	<b>5158.42</b>	<b>3585.75</b>	<b>20102.45</b>	<b>15424.34</b>
2	<b>Expenses</b>					
	a) Cost of raw materials consumed	2816.27	1952.40	2138.93	9374.31	6986.73
	b) Purchase of stock -in- trade	52.58	26.96	54.63	165.51	322.89
	c) Changes in inventories of finished goods, work-in-progress and scrap	499.39	577.72	(1,197.65)	185.26	51.25
	d) Employee benefits expense	1142.25	1131.76	1075.16	4626.65	4727.95
	e) Finance costs	199.51	178.65	184.51	750.76	735.30
	f) Depreciation and amortisation expense	226.02	228.96	219.35	937.48	597.00
	g) Research and development expenses	6.30	21.34	15.72	60.91	69.21
	h) Other expenses	1035.08	925.47	749.18	3271.81	2515.06
	<b>Total expenses</b>	<b>5977.40</b>	<b>5043.26</b>	<b>3239.83</b>	<b>19372.69</b>	<b>16005.39</b>
3	<b>Profit/(Loss) before Exceptional items and tax (1-2)</b>	<b>133.87</b>	<b>115.16</b>	<b>345.92</b>	<b>729.76</b>	<b>(581.05)</b>
4	<b>Exceptional Item</b>					
	a) Voluntary Retirement expenses	-	-	-	-	908.01
5	<b>Profit/ (Loss) before tax (3-4)</b>	<b>133.87</b>	<b>115.16</b>	<b>345.92</b>	<b>729.76</b>	<b>(1489.06)</b>
6	<b>Tax expense</b>					
	Current tax	(26.21)	-	(31.86)	(26.21)	(31.86)
	Deferred tax	42.32	54.50	108.26	193.96	(382.73)
	<b>Total tax expense</b>	<b>16.11</b>	<b>54.50</b>	<b>76.40</b>	<b>167.75</b>	<b>(414.59)</b>
7	<b>Profit/(Loss) for the period (5-6)</b>	<b>117.76</b>	<b>60.66</b>	<b>269.52</b>	<b>562.01</b>	<b>(1074.47)</b>
8	<b>Other comprehensive income</b>					
	a) (i) Items that will not be reclassified to profit or loss (Remeasurement on post-employment defined benefit obligation)	(1.10)	(28.60)	(82.12)	(83.10)	(98.92)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.31	7.95	22.85	23.12	27.52
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income (8a + 8b)</b>	<b>(0.79)</b>	<b>(20.65)</b>	<b>(59.27)</b>	<b>(59.98)</b>	<b>(71.40)</b>
9	<b>Total comprehensive income for the period (7+8)</b>	<b>116.97</b>	<b>40.01</b>	<b>210.25</b>	<b>502.03</b>	<b>(1145.87)</b>
10	Paid-up equity share capital (Face value of Rs. 10/- per share)	1075.22	1075.22	1075.22	1075.22	1075.22
11	Other equity excluding revaluation reserve				17927.72	17425.69
12	<b>Earnings/(Loss) per share of Rs. 10 each (not annualised) (in Rupees) -After Exceptional Item</b>					
	Basic (in Rs.)	1.10	0.56	2.51	5.23	(9.99)
	Diluted (in Rs.)	1.10	0.56	2.51	5.23	(9.99)



**Standalone Statement of Assets and Liabilities**

Particulars	As at	As at
	31.03.2022	31.03.2021
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	17,202.83	17,263.15
Capital work-in-progress	369.82	175.65
Right-of-use asset	76.12	76.93
Investment Property	8.02	8.02
Intangible assets	758.67	653.37
Financial assets		
(i) Investments	531.00	531.00
Income tax assets (net)	324.88	230.92
Other non-current assets	695.60	498.63
<b>Total Non-current assets</b>	<b>19,966.94</b>	<b>19,437.67</b>
<b>Current assets</b>		
Inventories	3,769.96	3,672.07
Financial assets		
(i) Trade receivables	7,048.16	4,472.45
(ii) Cash and cash equivalents	42.37	90.19
(iii) Bank balances other than (ii) above	429.87	532.07
(iv) Loans	3.63	2.38
Other current assets	1,080.06	1,205.43
<b>Total Current assets</b>	<b>12,374.05</b>	<b>9,974.59</b>
<b>TOTAL ASSETS</b>	<b>32,340.99</b>	<b>29,412.26</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,075.22	1,075.22
Other equity	17,927.72	17,425.69
<b>Total Equity</b>	<b>19,002.94</b>	<b>18,500.91</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	508.00	1,022.40
(ii) Other financial liabilities	8.65	8.65
Provisions	532.71	510.29
Deferred tax Liability (net)	684.93	514.09
<b>Total Non-current liabilities</b>	<b>1,734.29</b>	<b>2,055.43</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	7,537.56	5,077.48
(ii) Trade payables:		
- dues to micro and small enterprises	8.10	17.20
- dues to others	2,110.21	1,670.90
(iii) Other financial liabilities	939.21	1,429.93
Other current liabilities	819.82	437.97
Provisions	180.01	209.54
Current tax liabilities (net)	8.85	12.90
<b>Total current liabilities</b>	<b>11,603.76</b>	<b>8,855.92</b>
<b>Total Liabilities</b>	<b>13,338.05</b>	<b>10,911.35</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>32,340.99</b>	<b>29,412.26</b>




## STATEMENT OF CASH FLOWS

Particulars	Year Ended	
	31.03.2022	31.03.2021
	(Audited)	(Audited)
<b>A Cash flow from operating activities</b>		
Profit/ (Loss) before income tax	729.76	(1,489.06)
Adjustments for:		
Depreciation and amortisation expense	937.48	597.00
Unrealised foreign exchange (gain)/ loss (net)	(18.11)	(0.65)
Expected credit loss provision /no longer required written back	(20.85)	60.00
Credit balances written back	(24.81)	-
Interest income	(49.30)	(39.33)
Finance costs	750.76	735.30
Bad debts written off	210.93	280.62
(Profit) on sale of Property, plant and equipment	-	(0.89)
Book deficit on assets discarded	1.99	-
<b>Operating profit/(Loss) before working capital changes</b>	<b>2,517.85</b>	<b>142.99</b>
<b>Adjustments for</b>		
Trade receivables and other assets	(2,592.03)	106.25
Inventories	(97.89)	529.56
Trade payables, other liabilities and provisions	260.16	316.97
<b>Cash generated from operating activities</b>	<b>88.09</b>	<b>1,095.77</b>
Income taxes paid	(67.75)	40.56
<b>Net cash generated from operating activities (A)</b>	<b>20.34</b>	<b>1,055.21</b>
<b>B Cash flows from investing activities</b>		
Payments for property, plant and equipment, intangible assets and capital work-in-progress	(1,443.03)	(1,294.02)
Insurance claims received against property, plant and equipment	18.45	-
Proceeds from disposal / sale of property, plant and equipment	-	2.59
Redemption/ (Investments) in bank deposits (having original maturity of more than three months) (net)	33.39	759.60
Interest received	114.05	89.35
<b>Net cash inflow / ( outflow) from investing activities (B)</b>	<b>(1,277.14)</b>	<b>(442.48)</b>
<b>C Cash flows from financing activities</b>		
(Repayment)/ Proceeds from non-current borrowings (net)	(514.40)	672.30
(Repayment)/ Proceeds from current borrowings (net)	2,476.14	(616.83)
Finance costs	(752.76)	(769.06)
<b>Net cash inflow / (outflow) from financing activities (C)</b>	<b>1,208.98</b>	<b>(713.59)</b>
<b>D Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(47.82)</b>	<b>(100.86)</b>
Exchange difference on translation of foreign currency cash and cash equivalents*	-	0.65
Opening Cash and cash equivalents	90.19	190.40
<b>E Closing cash and cash equivalents</b>	<b>42.37</b>	<b>90.19</b>

*Jubal*



\* Amount is below the rounding off norms

**Notes to the financial results**

- 1 The above Standalone Audited Financial Results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at its meeting held on May 26, 2022. The Statutory Auditors of the Company have issued unmodified opinion.
- 2 The Statement is prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segments".
- 4 The management has assessed the impact of COVID-19 pandemic on the financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2022.  
The impact of the pandemic may be different from that estimated as at the date of approval of the financial statements and the Company will continue to closely monitor any material changes to future economic conditions.
- 5 The Figures for the quarter ended March 31, 2022 and quarter ended March 31, 2021 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures up to the third quarter of the current and previous financial years i.e., 2021-22 and 2020-21 respectively.
- 6 The Board of Directors has recommended a dividend of Rs.1.5/- per equity share of Rs.10/- each for the financial year 2021-22, subject to approval of shareholders at the ensuring annual general meeting of the company.
- 7 The figures for the corresponding previous period have been reclassified / regrouped wherever necessary to conform to current period classification.

For Premier Explosives Limited

  
T.V. Chowdary  
Managing Director



Secunderabad  
May 26, 2022



**INDEPENDENT AUDITOR'S REPORT ON THE QUARTERLY AND YEAR TO DATE AUDITED CONSOLIDATED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED**

To  
**The Board of Directors of  
PREMIER EXPLOSIVES LIMITED**

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

We have audited the accompanying statement consolidated annual financial results of **PREMIER EXPLOSIVES LIMITED** (hereinafter referred to as the "Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its share of the loss of its joint venture for the quarter and year ended March 31, 2022 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations"), including relevant circulars issued by the SEBI from time to time.

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 our report on the aforesaid consolidated financial results:

(i) include the annual financial results of the following entities:

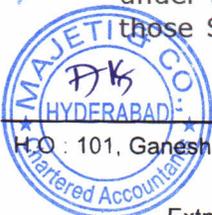
1. Premier Wire Products Limited (Subsidiary).
2. PELNEXT Defence Systems Private Limited (Subsidiary)
3. BF Premier Energy Systems Private Limited (Joint venture)

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the year ended March 31, 2022 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date.

**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 ("the Act"). Our responsibilities under those Standards 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 Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statement under the provisions of the Act and 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 on the annual consolidated financial results.

**Management's and Board of Director's Responsibilities for the Consolidated Financial Results**

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The holding Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the consolidated net Profit and consolidated other comprehensive income and other financial information of the Group in accordance with the Ind AS and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Boards of Directors of the companies included in the Group 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 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 Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group 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 Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

**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 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 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 financial controls 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 and related disclosures in the annual 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 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 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 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.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group 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 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.

We communicate with those charged with governance of the 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(8) of the Listing Regulations, as amended, to the extent applicable.

**Other Matters**

1. We did not audit the financial statements of two subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 626.93 Lakhs as at March 31, 2022, total income of Rs.119.62lakhs, total net loss after tax and total comprehensive income of Rs. 39.89 lakhs and net cash inflows amounting to Rs.5.49 lakhs for the year ended on that date, as considered in the consolidated financial results. The consolidated financial results also include the Group's share of net loss and total comprehensive income of Rs. Nil for the year ended March 31, 2022, as considered in the consolidated financial results, in respect of one joint venture, whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports 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 subsidiaries and joint venture, is based solely on the reports of the other auditors.
2. The auditors of subsidiaries Premier Wire Products Limited and PELNEXT Defence Systems Private Limited have highlighted material uncertainty related to going concern in their respective audit reports.

Our opinion 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.

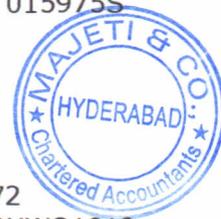
3. The Financial Results include the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.
4. The consolidated annual financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges on which the Company's shares are listed. These results are based on and should be read with the audited consolidated financial statements of the group for the year ended March 31, 2022 on which we have issued an unmodified audit opinion vide our report dated May 26, 2022.

**For MAJETI & CO**  
Chartered Accountants  
Firm's Registration No: 015975S

*A. Kowshik*

**KOWSHIK ANNA**  
Partner  
Membership No: 244172  
UDIN No: 22244172AJQUWO1019

Place: Hyderabad  
Date: May 26, 2022



Premier Explosives Limited  
CIN:L24 110TG 1980 PLC 002633

'Premier House', 11 Ishaq Colony, Near AOC Centre, Secunderabad - 500 015

Statement of Consolidated Audited financial results for the Quarter and Year ended March 31, 2022

(Rs. in lakhs, except as stated)

S.No.	Particulars	Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(Refer No -5)	(Unaudited)	(Refer No -5)	(Audited)	(Audited)
1	<b>Revenue</b>					
	Revenue from operations	6,045.26	5080.81	3552.03	19912.77	15363.44
	Other Income	70.87	77.77	47.70	281.77	93.46
	<b>Total Income</b>	<b>6116.13</b>	<b>5158.58</b>	<b>3599.73</b>	<b>20194.54</b>	<b>15456.90</b>
2	<b>Expenses</b>					
	a) Cost of raw materials consumed	2,816.27	1952.40	2138.93	9374.31	6986.73
	b) Purchase of stock -in- trade	52.58	26.96	54.63	165.51	322.89
	c) Changes in inventories of finished goods, work-in- progress and scrap	499.39	577.72	(1,197.65)	185.26	51.25
	d) Employee benefits expense	1,147.68	1132.93	1071.20	4644.86	4765.03
	e) Finance costs	194.32	172.47	177.72	725.67	704.96
	f) Depreciation and amortisation expense	227.09	230.69	226.81	950.40	627.30
	g) Research and development expenses	6.30	21.34	15.72	60.91	69.21
	h) Other expenses	1,143.86	929.14	765.88	3388.80	2536.22
	<b>Total expenses</b>	<b>6087.49</b>	<b>5043.65</b>	<b>3253.24</b>	<b>19495.72</b>	<b>16063.59</b>
3	<b>Profit/(Loss) before tax, share of loss from joint venture &amp; exceptional item (1-2)</b>	<b>28.64</b>	<b>114.93</b>	<b>346.49</b>	<b>698.82</b>	<b>(606.69)</b>
4	Share of (loss) from Joint Venture	-	-	-	-	-
5	<b>Profit/(Loss) before tax and exceptional item (3+4)</b>	<b>28.64</b>	<b>114.93</b>	<b>346.49</b>	<b>698.82</b>	<b>(606.69)</b>
6	<b>Exceptional Item</b>					
	a) Voluntary Retirement expenses	-	-	-	-	908.01
7	<b>Profit/(Loss) before tax (5-6)</b>	<b>28.64</b>	<b>114.93</b>	<b>346.49</b>	<b>698.82</b>	<b>(1514.70)</b>
8	<b>Tax expense</b>					
	Current tax	(49.73)	-	(31.86)	(26.21)	(31.86)
	Deferred tax	67.60	54.39	109.44	202.83	(387.11)
	<b>Total tax expense</b>	<b>17.87</b>	<b>54.39</b>	<b>77.58</b>	<b>176.62</b>	<b>(418.97)</b>
9	<b>Profit/(Loss) for the period (7-8)</b>	<b>10.77</b>	<b>60.54</b>	<b>268.91</b>	<b>522.20</b>	<b>(1095.73)</b>
	Profit / (Loss) for the period attributable to:					
	Shareholders of the company	32.13	60.51	268.96	530.01	(1,091.64)
	Non Controlling Interest	(21.36)	0.03	(0.05)	(7.81)	(4.09)
10	<b>Other comprehensive Income</b>					
	a) (i) Items that will not be reclassified to profit or loss (Remeasurement on post-employment defined benefit obligation)	(1.10)	(28.60)	(82.12)	(83.10)	(98.92)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.31	7.95	22.85	23.12	27.52
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	<b>Total other comprehensive income for the period (10a+10b)</b>	<b>(0.79)</b>	<b>(20.65)</b>	<b>(59.27)</b>	<b>(59.98)</b>	<b>(71.40)</b>
	Other Comprehensive income for the period attributable to:					
	Shareholders of the company	(0.79)	(20.65)	(59.27)	(59.98)	(71.40)
	Non Controlling Interest	-	-	-	-	-
	<b>Total comprehensive income for the period (9+10)</b>	<b>9.98</b>	<b>39.89</b>	<b>209.64</b>	<b>462.22</b>	<b>(1167.13)</b>
12	Total Comprehensive income for the period attributable to: (Comprising profit / (loss) and other comprehensive income for the period					
	Shareholders of the company	31.34	39.86	209.69	470.03	(1163.04)
	Non Controlling Interest	(21.36)	0.03	(0.05)	(7.81)	(4.09)
13	Paid-up equity share capital (Face value of Rs. 10/- per share)	1075.22	1075.22	1075.22	1075.22	1075.22
14	Other equity excluding revaluation reserve				17,872.96	17,402.93
15	<b>Earnings/(Loss) per share of Rs. 10 each (not annualised) (in Rupees) -After Exceptional Item</b>					
	Basic (in Rs.)	0.30	0.56	2.50	4.93	(10.15)
	Diluted (in Rs.)	0.30	0.56	2.50	4.93	(10.15)



Consolidated Statement of Assets and Liabilities

Particulars	As at	
	31.03.2022	31.03.2021
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	17,202.83	17,670.85
Capital work-in-progress	369.82	175.65
Right-of-use asset	76.12	76.93
Investment Property	8.02	8.02
Intangible assets	758.68	653.38
Investments accounted through equity method	-	-
Income tax Asset (net)	324.88	230.92
Other non-current assets	715.53	521.04
<b>Total Non-current assets</b>	<b>19455.88</b>	<b>19336.79</b>
<b>Current assets</b>		
Inventories	3,769.96	3,672.07
Financial assets		
(i) Trade receivables	7,155.10	4,579.39
(ii) Cash and cash equivalents	49.95	92.28
(iii) Bank balances other than (ii) above	429.87	532.07
(iv) Others	35.00	-
Other current assets	1,086.48	1,213.15
Current tax Asset (net)	9.75	5.90
Assets classified as held for sale	185.94	-
<b>Total Current assets</b>	<b>12,722.05</b>	<b>10,094.86</b>
<b>TOTAL ASSETS</b>	<b>32,177.93</b>	<b>29,431.65</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity:</b>		
Equity share capital	1,075.22	1,075.22
Other equity	17,872.96	17,402.93
<b>Equity attributable to equity share holders of parent</b>	<b>18,948.18</b>	<b>18,478.15</b>
Non controlling interest	119.62	127.43
<b>Total Equity</b>	<b>19,067.80</b>	<b>18,605.58</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	508.00	1,022.40
(ii) Other financial liabilities	9.15	9.15
Provisions	532.71	510.29
Deferred tax Liability (net)	696.57	516.86
Other non-current liabilities	-	3.12
<b>Total Non-current liabilities</b>	<b>1746.43</b>	<b>2061.82</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	7,282.20	4,790.48
(ii) Trade payables		
- dues to micro and small enterprises	8.10	17.20
- dues to others	2,110.21	1,672.43
(iii) Other financial liabilities	941.21	1,437.01
Other current liabilities	823.12	624.69
Provisions	180.01	209.54
Current tax liabilities (net)	8.85	12.90
Liabilities directly associated with assets classified as held for sale	10.00	-
<b>Total current liabilities</b>	<b>11,363.70</b>	<b>8,764.25</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>32,177.93</b>	<b>29,431.65</b>

*[Handwritten Signature]*



## STATEMENT OF CASH FLOWS

S.No	Particulars	Year ended	
		31.03.2022	31.03.2021
		(Audited)	(Audited)
<b>A</b>	<b>Cash flow from operating activities</b>		
	Profit/(Loss) before tax	698.82	(1,514.70)
	Adjustments for:		
	Depreciation and amortisation expense	950.40	627.30
	Unrealised foreign exchange gain(net)	(18.11)	(0.65)
	Expected credit loss	-	60.00
	Expected credit loss provision no longer required written back (net)	(20.85)	-
	Credit balances written back	(24.81)	-
	Excess liabilities written back	(1.18)	(1.12)
	Bad debts written off	210.93	283.70
	Interest income	(49.02)	(40.47)
	Deposits recoverable written off	1.78	-
	Book deficit on assets discarded	105.23	-
	Finance costs	725.67	704.96
	Deferred government grant income	(3.12)	(0.91)
	(Profit) on sale of Property, Plant and Equipment	(86.87)	(0.89)
	<b>Operating cash flow before working capital changes</b>	<b>2,488.87</b>	<b>117.22</b>
	Adjustments for		
	Trade receivables, financial assets and other assets	(2,623.78)	94.93
	Inventories	(97.89)	529.56
	Trade payables, other liabilities and provisions	88.90	298.29
	<b>Cash generated from operating activities</b>	<b>(143.90)</b>	<b>1,040.00</b>
	Income tax paid	71.60	45.24
	<b>Net cash generated from operating activities</b>	<b>(215.50)</b>	<b>994.76</b>
<b>B</b>	<b>Cash flows from investing activities</b>		
	Payments for property, plant and equipment, intangible assets and capital work-in-progress	(1,443.03)	(1,295.71)
	Insurance claims received against property, plant and equipment	18.45	-
	Proceeds from disposal / sale of property, plant and equipment	192.55	2.59
	Investments in bank deposits (having original maturity of more than three months) (Net)	33.39	801.98
	Interest received	113.77	91.64
	<b>Net cash inflow / (outflow) from investing activities (B)</b>	<b>(1,084.87)</b>	<b>(399.50)</b>
<b>C</b>	<b>Cash flows from financing activities</b>		
	Proceeds/(repayment) of Long term borrowing (net)	(514.40)	672.30
	Proceeds/(repayment) of short-term borrowings (net)	2,507.78	(637.78)
	Interest paid	(735.34)	(738.72)
	<b>Net cash inflow / (outflow) from financing activities (C)</b>	<b>1,258.04</b>	<b>(704.20)</b>
<b>D</b>	<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(42.33)</b>	<b>(108.94)</b>
	Exchange difference on translation of foreign currency cash and cash equivalents*	-	0.65
	Opening cash and cash equivalents	92.28	200.57
<b>E</b>	<b>Closing cash and cash equivalents</b>	<b>49.95</b>	<b>92.28</b>

\* Amount is below the rounding off norms

*Tuhel*



**Notes to the financial results**

- 1 This above Consolidated Audited Financial Results have been reviewed and recommended by Audit Committee and approved by the Board of Directors at its meeting held on May 26, 2022. The Statutory Auditors of the Company have issued unmodified opinion.
- 2 The Statement are prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The group is engaged in the business of "High Energy Materials" and has only one reportable segment in accordance with Ind AS 108 "Operating Segment".
- 4 The management has assessed the impact of COVID-19 pandemic on the audited consolidated financial statements, business operations, liquidity position, cash flow and has concluded that based on the current estimates no material adjustments are required in the carrying amount of assets and liabilities as at 31st March 2022.  
The impact of the pandemic may be different from that estimated as at the date of approval of these audited consolidated financial statements and the group will continue to closely monitor any material changes to future economic conditions.
- 5 The Figures for the quarter ended March 31, 2022 and quarter ended March 31, 2021 are the balancing figures between audited figures in respect of full financial year and the published year to date unaudited figures up to the third quarter of the current and previous financial years i.e., 2021-22 and 2020-21 respectively.
- 6 The Board of Directors has recommended a dividend of Rs.1.5/- per equity share of Rs.10/- each for the financial year 2021-22, subject to approval of shareholders at the ensuring annual general meeting of the company.
- 7 The figures for the corresponding previous period have been reclassified / regrouped wherever necessary to conform to current period classification.
- 8 The abstract of Financial Results on Standalone basis is given below:

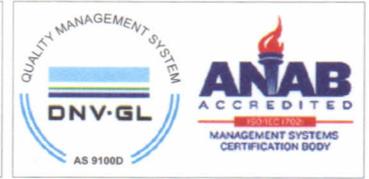
PARTICULARS	Quarter ended			Year ended	
	31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
	(Refer No -5)	(Unaudited)	(Refer No -5)	(Audited)	(Audited)
Total Revenue from Operations	6045.26	5080.81	3543.78	19912.77	15337.19
Profit / (Loss) Before Tax from continuing operations	133.87	115.16	345.92	729.76	(1489.06)
Profit / (Loss) After Tax from continuing operations	117.76	60.66	269.52	562.01	(1074.47)
Profit / (Loss) After Tax from Dis-continuing operations	-	-	-	-	-
Other Comprehensive Income (Net of Tax)	(0.79)	(20.65)	(59.27)	(59.98)	(71.40)
Total Comprehensive Income	116.97	40.01	210.25	502.03	(1145.87)

For Premier Explosives Limited

  
T.V. Chowdary  
Managing DirectorSecunderabad  
May 26, 2022



# Premier Explosives Limited



26<sup>th</sup> May, 2022

To  
The General Manager  
Department of Corporate Relations  
**BSE Limited**  
Sir Phiroze Jeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai -400 001

To  
The Vice President,  
Listing Department  
**The National Stock Exchange of India  
Limited**  
Exchange Plaza  
Bandra Kurla Complex, Bandra (East)  
Mumbai 400 051

**Scrip code: 526247**

**Scrip code: PREMEXPLN**

Dear Sir,

**Sub: Declaration regarding unmodified opinion on Audited Financial Results.**

In compliance with the provisions of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, we hereby confirm and declare that the Statutory Auditors of the Company, M/s. Majeti & Co., Chartered Accountants, Hyderabad, have issued Audit Reports with unmodified opinion on the Audited Financial Results of the Company (both for Standalone & Consolidated) for the financial year ended 31<sup>st</sup> March, 2022.

Thanking you,

Yours faithfully  
**For Premier Explosives Limited**

Srihari Pakalapati  
Chief Financial Officer

**For PREMIER EXPLOSIVES LTD.**

T.V. Chowdary  
Managing Director

**Regd. Office :** "Premier House", # 11, Ishaq Colony, Near AOC Centre, Secunderabad - 500 015. (T.S) INDIA

**Fax :** Chairman: 040-6614 6821 MD : 040-6614 6839 Project : 040-6614 6841 Marketing : 040-6614 6852

**Ph :** 040-66146801 to 05, **Fax :** Purchase : 040-2784 3431, **E-mail :** [Investors@pelgel.com](mailto:Investors@pelgel.com)

[www.pelgel.com](http://www.pelgel.com)

**CIN : L24110TG1980PLC002633**