

Pitti Engineering Limited

(Formerly Pitti Laminations Limited)

ISO 9001:2015 ISO 14001:2015

www.pitti.in



29th May 2023

To,
BSE Ltd
Floor 25, P J Towers, Dalal Street
Mumbai - 400 001
Scrip Code: 513519

To,
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai - 400 051
Scrip Code: PITTIENG

Dear Sirs,

Sub: Outcome of Board meeting

We wish to inform you that Board of Directors of the Company at its meeting held today i.e. 29th May 2023 has inter-alia

1. Approved the audited financial results (standalone & consolidated) of the Company for the quarter and year ended 31st March 2023.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, we enclose the statement of the audited financial results (standalone & consolidated) of the Company for the quarter and year ended 31st March 2023 along with the audit report provided by the statutory auditors.

We further declare that the statutory auditors of the Company Talati & Talati LLP, Chartered Accountants have issued an unmodified opinion on the audited accounts (standalone & consolidated) for the quarter and year ended 31st March 2023.

2. Recommended a final dividend of ₹ 1.20/- (24%) per equity share of face value ₹ 5/- each for the financial year ended 31st March 2023 subject to approval of members of the Company at the ensuing 39th Annual General Meeting (AGM) scheduled to be held on Friday, 18th August 2023. The final dividend if approved by the members will be paid within the 30 days from the conclusion of the AGM.

The Company had earlier declared interim dividend of ₹ 1.50/- (30%) on 14th February 2023. The total dividend for the financial year ended 31st March 2023 amounts to ₹ 2.70/- (54%) per share.

The meeting of Board of Directors of the Company commenced at 4:00 P.M and concluded at 5:50 P.M.

Kindly take the same on record.

Thanking you,
Yours faithfully,

For Pitti Engineering Limited

(Mary Monica Braganza
Company Secretary & Compliance Officer
FCs 5532



CIN: L29253TG1983PLC004141

Registered Office

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Talati & Talati LLP

Chartered Accountants

Independent Auditor's Report on Audited Standalone Financial Results of the Pitti Engineering Limited Pursuant to the Reg 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

**To the Board of Directors
Pitti Engineering Limited
Hyderabad**

Opinion

We have audited the accompanying standalone financial results of Pitti Engineering Limited ("the Company") for the quarter and year ended on 31st March 2023, attached herewith, being submitted by the company pursuant to the requirement of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these 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 and other accounting principles generally accepted in India, of the total comprehensive income (comprising of net profit and other comprehensive income and other financial information of the company for the quarter and year ended on 31st March 2023.

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 Standalone financial results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the Standalone financial statements under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Standalone Financial Results

These financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Board of Directors is responsible for the preparation and presentation of these Standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and compliance with Regulation 33 of the Listing Regulations.

Talati & Talati LLP, a Limited Liability Partnership bearing LLP identification NO. AAO-8149

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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 the 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 is responsible for overseeing the financial reporting process of the company.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

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

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

- Identify and assess the risks of material misstatement of the Standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 an 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 the Board of Director'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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure, and content of the standalone financial results, including the disclosures, and whether the 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 Standalone financial results include the results for the quarter ended 31st March 2023 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 comparative financial information of the Company for the quarter and period ended 31st March, 2022, and for the year ended 31st March, 2022, prepared in accordance with Ind AS included in this Statement have been reviewed / audited, as applicable, by the predecessor auditor. The reports of the predecessor auditors on this comparative financial information dated 23rd May 2022, expressed an unmodified conclusion / opinion, as applicable.

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

Place of Signature: Hyderabad
Date: 29th May 2023



For Talati & Talati LLP
Chartered Accountants
(Firm Reg No: 110758W/W100377)

Amit Shah

Partner

Membership Number: 122131

UDIN: 23122131BGYHKO7866

Sl.No.	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Audited (Refer note 3)	Un-Audited	Audited (Refer note 3)	Audited	Audited
1	Income					
	(a) Revenue from operations	24,750.09	23,795.91	27,138.73	1,10,017.15	95,38,238
	(b) Other income	1,581.07	112.18	1,507.32	1,781.46	1,644.02
	Total Income from operations	26,331.16	23,908.09	28,646.05	1,11,798.61	97,026.40
2	Expenses:					
	(a) Cost of materials consumed	17,124.71	15,921.51	19,152.80	78,143.23	69,425.51
	(b) Purchase of Stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods work-in-progress and stock in-trade	(227.35)	(17.18)	819.66	87.57	(1,610.57)
	(d) Employee benefit expenses	2,037.10	2,168.67	2,028.77	8,662.85	7,847.11
	(e) Finance costs	992.89	1,199.29	1,229.29	4,465.78	3,960.39
	(f) Depreciation and amortization expenses	1,275.69	1,100.03	1,113.65	4,464.97	3,886.66
	(g) Other Expenses	1,759.63	1,840.79	1,601.16	7,984.35	6,457.25
	Total expenses	22,962.67	22,213.11	25,945.33	1,03,808.75	89,966.35
3	Profit/ (loss) before exceptional and extraordinary items and taxation (1-2)	3,368.49	1,694.98	2,700.72	7,989.86	7,060.05
4	Exceptional items	-	-	-	-	-
5	Profit/ (loss) before extraordinary items and taxation (3-4)	3,368.49	1,694.98	2,700.72	7,989.86	7,060.05
6	Extraordinary items	-	-	-	-	-
7	Profit/ (loss) before taxation (5-6)	3,368.49	1,694.98	2,700.72	7,989.86	7,060.05
8	Income tax expenses					
	(a) Current tax charge / (Credit)	813.37	488.14	691.76	2,130.09	1,955.15
	(b) Tax relating to earlier years charge / (Credit)	-	0.02	10.20	(1.31)	10.20
	(c) Deferred tax charge/ (Credit)	71.43	(6.27)	19.65	(21.92)	(95.42)
	Total tax expenses	884.80	481.89	721.61	2,106.86	1,869.93
9	Profit / (loss) for the period (7-8)	2,483.69	1,213.09	1,979.11	5,883.00	5,190.12
10	Other Comprehensive Income					
	(i) Items that will not be reclassified subsequently to profit or loss					
	Remeasurement of the net defined benefit liability/assets	(73.36)	13.87	(88.17)	(31.74)	2.93
	Change in fair value of non-current investment	(126.48)	-	-	(126.48)	-
	Change in fair value of current investment	(0.20)	0.24	(0.09)	0.37	(0.33)
	Income tax relating to items that will not be reclassified subsequently to profit or loss	50.35	(3.55)	22.21	39.73	(0.66)
	(ii) Items that will be reclassified subsequently to profit or loss					
	Total other comprehensive income, net of income tax	(149.69)	10.56	(66.05)	(118.12)	1.94
11	Total Comprehensive income (9+10)	2,334.00	1,223.65	1,913.06	5,764.88	5,192.06
12	Paid up Share Capital (face value of ₹ 5/- per share)	1,602.92	1,602.92	1,602.92	1,602.92	1,602.92
13	Reserves Excluding Revaluation Reserves				31,805.75	26,794.05
14	Earnings per share of ₹ 5/- each : (Not Annualized)					
	(a) Basic (₹)	7.75	3.79	6.17	18.36	16.19
	(b) Diluted (₹)	7.75	3.79	6.17	18.36	16.19



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Statement of Assets and Liabilities

₹ in lakhs

Sl. No.	Particulars	As at 31st March	As at 31st March
		2023	2022
		Audited	Audited
A	ASSETS		
	NON-CURRENT ASSETS		
	(a) Property, plant and equipment	27,887.49	22,785.15
	(b) Capital work-in-progress	2,405.69	61.23
	(c) Intangible Assets	919.98	1,38.242
	(d) Right of use of Assets	7,428.52	8,283.71
	(e) Investment property	190.90	203.82
	(f) Financial Assets		
	(i) Investments	1,519.52	1,646.00
	(ii) Other Financial Assets	852.55	190.15
	(g) Other non-current assets	2,374.58	2,318.11
	TOTAL NON - CURRENT ASSETS	43,579.23	36,870.59
	CURRENT ASSETS		
	(a) Inventories	23,931.40	27,228.71
	(b) Financial Assets		
	(i) Investments	1.11	0.73
	(ii) Trade receivables	18,144.63	20,426.46
	(iii) Cash and Cash equivalents	3,970.04	762.95
	(iv) Other bank balances	2,546.46	2,740.43
	(v) Other financial assets	86.25	87.76
	(c) Other current assets	5,541.38	7,527.02
	TOTAL CURRENT ASSETS	54,221.27	58,774.06
	TOTAL ASSETS	97,800.50	95,644.65
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity share capital	1,602.92	1,602.92
	(b) Other equity	31,805.75	26,794.05
	TOTAL EQUITY	33,408.67	28,396.97
	LIABILITIES		
	NON-CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	12,187.91	1,018.84
	(ii) Lease Liability	5,403.58	5,274.51
	(iii) Others	0.36	0.72
	(b) Provisions	817.05	70.28
	(c) Deferred tax liabilities(net)	851.08	912.73
	TOTAL NON-CURRENT LIABILITIES	19,259.98	17,987.08
	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	16,802.92	21,423.95
	(ii) Trade payables		
	Dues to micro and small enterprises	136.05	131.73
	Dues to others	24,994.29	21,889.90
	(iii) Other financial liabilities	832.23	851.85
	(iv) Lease liability	1,248.55	1,541.07
	(b) Other current liabilities	453.43	1,481.99
	(c) Provisions	425.14	376.90
	(d) Income tax liabilities (net)	239.24	1,563.21
	TOTAL CURRENT LIABILITIES	45,131.85	49,260.60
	TOTAL EQUITY AND LIABILITIES	97,800.50	95,644.65



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Standalone Cash Flow Statement

Particulars	For the Year ended	For the Year ended
	31.03.2023	31.03.2022
	Audited	Audited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	7,989.86	7,060.05
Adjusted for		
Depreciation	4,464.97	3,886.66
Interest Income	(1762.6)	(6.38)
Credit Risk Impaired	43.54	70.60
Credit Risk Allowance	(0.55)	(61.11)
Loss / (Profit) on sale of fixed assets (net)	(217.0)	(30.14)
Re-measurement gains/(losses) on employee defined benefit plans	(31.74)	2.93
Re-measurement gains/(losses) on Investments	0.38	(0.33)
Profit/(Loss) on current financial assets measured at FVTPL	(0.38)	0.33
Forfeiture of Advance Received for Assets held for sale	-	(385.0)
Unrealised foreign exchange differences	75.94	256.13
Finance Costs	4,465.78	3,960.39
Operating Profit before Working Capital changes	16,809.84	14,664.13
Change in working capital	8859.82	(4078.01)
Cash generated from operations	25,669.66	10,586.12
Direct Taxes Paid	(3452.75)	(1792.76)
Net cash flow from operating activities (A)	22,216.91	8,793.36
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & equipment and intangibles (including capital work in progress and capital advances)	(9,633.95)	(7,690.67)
ROU Assets as per Ind AS 116	(1,063.57)	(1,707.17)
Proceeds from sale of fixed assets	171.48	73.70
Interest income received	155.19	45.69
Net cash used in Investing Activities - (B)	(10,370.85)	(9,278.45)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Cash Payments for Principal portion of lease liability	(160.58)	90.50
Cash Payments for interest portion of lease liability	(2.87)	(14.68)
Proceeds from Borrowings - Noncurrent (including current maturities)	3,819.65	9,097.55
Repayment of Borrowings - Noncurrent (including current maturities)	(3177.58)	(4281.34)
Borrowings - Current (Net)	(4,094.03)	(9.678)
Finance charges	(4,465.78)	(3,532.03)
Long Term Deposits received	(0.36)	-
Term Deposit Accounts with financial institutions	195.76	334.68
Payment of Dividend	(751.39)	(376.59)
Unclaimed Dividend	(1.79)	1.83
Net Cash used in Finance Activities - (C)	(8638.97)	1223.14
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	3207.09	738.05
Opening Balance in Cash and cash equivalents	762.95	24.90
Closing Balance in Cash and cash equivalents	3970.04	762.95



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Notes to the financial results:

- 1 The above financial results for the quarter and year ended 31st March 2023 has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 29th May 2023. The statutory auditors have issued audit reports with unmodified opinion on the above results.
- 2 The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulations issued by Securities and Exchange Board of India (SEBI).
- 3 The figures of the fourth quarter are the balancing figures between the audited year-end figures and the published results upto the third quarter of the respective financial years.
- 4 The Board of Directors have recommended a final dividend of Rs. 1.20(24%) per equity share of Rs.5/- each for the year ended 31st March 2023 subject to approval of members of the Company at the ensuing 39th Annual General Meeting. The Company had earlier declared an interim dividend of ₹ 1.50/- (30%) per equity share of face value of ₹ 5/- each. The total dividend for the financial year ended 31st March 2023 amounts to Rs.2.70(54%) per share.
- 5 The Company has only one business segment, which is manufacturing of engineering products of Iron and Steel, hence the reporting is done as a single segment. However, the geographical segment revenue and assets are as under:

₹ in lakhs

Particulars	Quarter Ended			Year Ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Audited (Refer note 3)	Un-Audited	Audited (Refer note 3)	Audited	Audited
I. Segment Revenue					
a) India	18,212.66	15,450.62	20,422.14	74,747.57	67,414.44
b) Outside India	8,118.50	8,457.47	8,223.91	37,051.04	29,611.96
Total	26,331.16	23,908.09	28,646.05	1,11,798.61	97,026.40
II. Segment Assets					
a) India	87,337.85	76,226.80	83,068.30	87,337.85	83,068.30
b) Outside India	10,462.65	10,869.21	12,576.35	10,462.65	12,576.35
Total	97,800.50	87,096.01	95,644.65	97,800.50	95,644.65

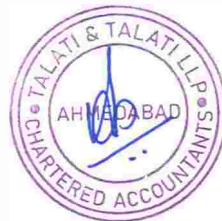
- 6 Figures of the previous quarters/year have been regrouped and rearranged wherever necessary to correspond with current year's presentation.

By order of the Board
For PITTI ENGINEERING LIMITED



SHARAD B PITTI
CHAIRMAN & MANAGING DIRECTOR
DIN: 00078716

Place: Hyderabad
Date: 29th May, 2023






Talati & Talati LLP

Chartered Accountants

Independent Auditor's Report on Audited Consolidated Financial Results of the Pitti Engineering Limited Pursuant to the Reg 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

**To the Board of Directors
Pitti Engineering Limited
Hyderabad.**

Opinion

We have audited the accompanying consolidated annual financial results ("the statement") of **Pitti Engineering Limited** ("hereinafter referred to as the Holding Company") and its subsidiary **Pitti Rail and Engineering Components Limited** (Holding Company and its subsidiary together referred to as "the Group") for the quarter and year ended on 31st March 2023 attached herewith, being submitted by the Holding Company pursuant to the requirement of regulation 33 of 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 the reports on separate audited financial statements of the subsidiary, the aforesaid statement:

- (i) includes the financial results of Pitti Rail and Engineering Components Limited, a wholly owned subsidiary.
- (ii) are presented in accordance with the requirements of regulation 33 of the Listing Regulations, as amended 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 and other accounting principles generally accepted in India, of the consolidated total comprehensive income (comprising of net profit and other comprehensive income and other financial information of the group for the quarter and year ended on 31st March 2023.

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 SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Director's Responsibilities for the Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the annual financial statements.



Talati & Talati LLP, a Limited Liability Partnership bearing LLP identification NO. AAO-8149

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The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the group in accordance with the Indian Accounting Standard prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the Companies included in the Group are responsible for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 Consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the company 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 are responsible for overseeing the financial reporting process of the Companies included in the Group.

Auditor's Responsibilities for the Audit of the Consolidated financial results

Our objectives are to obtain reasonable assurance about whether the statement 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 statement.

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 statement, 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. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has an 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 the Board of Directors.



- Conclude on the appropriateness of the Board of Director'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 Group'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 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 statement, including the disclosures, and whether the statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the statement 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 auditor's. We remain solely responsible for our audit opinion.

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

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

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



Other Matters

The comparative financial information of the Group for the quarter and period ended 31st March 2022, and for the year ended 31st March 2022, prepared in accordance with Ind AS, included in this Statement has been reviewed / audited, as applicable, by the predecessor auditor. The reports of the predecessor auditors on this comparative financial information dated 23rd May 2022, expressed an unmodified conclusion/ opinion, as applicable.

Our conclusion on the Statement is not modified in respect of this matter.



For Talati & Talati LLP
Chartered Accountants
(Firm Reg No: 110758W/W100377)

A handwritten signature in blue ink that reads "Amit Shah" with a horizontal line underneath.

Amit Shah
Partner

Membership Number: 122131
UDIN: 23122131 BGYHKN6483

Place of Signature: Hyderabad
Date: 29th May' 2023

Statement of Audited Consolidated Financial Results for the Quarter and Year ended 31st March 2023
₹ in lakhs

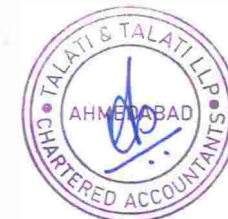
Sl.No.	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Audited (Refer note 4)	Un-Audited	Audited (Refer note 4)	Audited	Audited
1	Income					
	(a) Revenue from operations	24,750.09	23,795.90	27,138.73	1,10,017.15	95,382.38
	(b) Other income	1,581.06	112.18	1,507.02	1,782.68	1,642.55
	Total Income from operations	26,331.15	23,908.08	28,645.75	1,11,799.83	97,024.93
2	Expenses:					
	(a) Cost of materials consumed	17,124.71	15,921.51	19,152.79	78,143.23	69,425.51
	(b) Purchase of Stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods work-in-progress and stock-in-trade	(227.35)	(17.17)	819.66	87.57	(1,610.57)
	(d) Employee benefit expenses	2,037.11	2,168.66	2,028.77	8,662.85	7,847.11
	(e) Finance costs	992.92	1,199.30	1,229.38	4,465.41	3,960.50
	(f) Depreciation and amortization expenses	1,275.72	1,100.04	1,113.90	4,465.23	3,887.68
	(g) Other Expenses	1,759.71	1,841.05	1,601.49	7,985.04	6,458.08
	Total expenses	22,962.82	22,213.39	25,945.99	1,03,809.33	89,968.31
3	Profit/ (loss) before exceptional and extraordinary items and taxation (1-2)	3,368.33	1,694.70	2,699.76	7,990.50	7,056.62
4	Exceptional items	-	-	-	-	-
5	Profit/ (loss) before extraordinary items and taxation (3-4)	3,368.33	1,694.70	2,699.76	7,990.50	7,056.62
6	Extraordinary items	-	-	-	-	-
7	Profit/ (loss) before taxation (5-6)	3,368.33	1,694.70	2,699.76	7,990.50	7,056.62
8	Income tax expenses					
	(a) Current tax charge/ (Credit)	813.38	488.13	691.76	2,130.09	1,955.15
	(b) Tax relating to earlier years charge / (Credit)	-	0.01	10.20	(1.31)	10.20
	(c) Deferred tax charge/ (Credit)	71.43	(6.27)	19.59	(21.49)	(95.69)
	Total tax expenses	884.81	481.87	721.55	2,107.29	1,869.66
9	Profit/ (loss) for the period (7-8)	2,483.52	1,212.83	1,978.21	5,883.21	5,186.96
10	Other Comprehensive Income					
	(i) Items that will not be reclassified subsequently to profit or loss					
	Remeasurement of the net defined benefit liability/assets	(73.36)	13.88	(88.17)	(31.74)	2.93
	Change in fair value of non-current investment	(126.48)	-	-	(126.48)	-
	Change in fair value of current investment	(0.20)	0.24	(0.09)	0.37	(0.33)
	Income tax relating to items that will not be reclassified subsequently to profit or loss	49.92	(3.12)	22.21	39.73	(0.65)
	(ii) Items that will be reclassified subsequently to profit or loss					
	Total other comprehensive income, net of income tax	(150.12)	11.00	(66.05)	(118.12)	1.95
11	Total Comprehensive income (9+10)	2,333.40	1,223.83	1,912.16	5,765.09	5,188.91
12	Paid up Share Capital (face value of ₹ 5/- per share)	1,602.92	1,602.92	1,602.92	1,602.92	1,602.92
13	Reserves Excluding Revaluation Reserves				31,800.59	26,788.68
14	Earnings per share of ₹ 5/- each : (Not Annualized)					
	(a) Basic (₹)	7.75	3.78	6.17	18.36	16.18
	(b) Diluted (₹)	7.75	3.78	6.17	18.36	16.18



Statement of Consolidated Assets and Liabilities

Rs. in lakhs

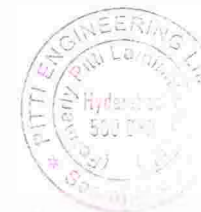
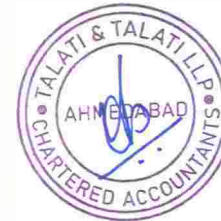
Sl. No.	Particulars	As at 31st March 2023	As at 31st March 2022
		Audited	Audited
A	ASSETS		
	NON-CURRENT ASSETS		
	(a) Property, plant and equipment	27,887.49	22,785.15
	(b) Assets held for Sale	-	-
	(b) Capital work-in-progress	2,405.69	61.23
	(c) Intangible Assets	919.98	1,382.42
	(d) Right of use of Assets	7,428.52	8,300.10
	(e) Investment property	190.90	203.82
	(f) Financial Assets		
	(i) Investments	1,514.52	1641.00
	(ii) Other financial assets	852.55	189.89
	(g) Other non-current assets	2,374.58	2,318.36
	TOTAL NON - CURRENT ASSETS	43,574.23	36,881.97
	CURRENT ASSETS		
	(a) Inventories	23,931.40	27,228.71
	(b) Financial Assets		
	(i) Investments	1.11	0.73
	(ii) Trade receivables	18,144.63	20,426.46
	(iii) Cash and Cash equivalents	3,970.14	763.81
	(iv) Other bank balances	2,546.46	2,740.43
	(v) Other financial assets	86.25	87.76
	(c) Other current assets	5,541.38	7,527.02
	TOTAL CURRENT ASSETS	54,221.37	58,774.92
	TOTAL ASSETS	97,795.60	95,656.89
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity share capital	1,602.92	1,602.92
	(b) Other equity	31,800.59	26,788.68
	TOTAL EQUITY	33,403.51	28,391.60
	LIABILITIES		
	NON-CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	12,187.91	11,018.84
	(ii) Lease Liability	5,403.58	5,291.10
	(iii) Others	0.36	0.36
	(b) Provisions	817.05	780.28
	(c) Deferred tax liabilities(net)	851.08	912.30
	TOTAL NON-CURRENT LIABILITIES	19,259.98	18,002.88
	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	16,802.92	21,423.95
	(ii) Trade payables		
	Dues to micro and small enterprises	136.05	131.73
	Dues to others	24,994.29	21,889.97
	(iii) Other financial liabilities	832.49	852.10
	(iv) Lease liability	1,248.55	1,542.56
	(b) Other current liabilities	453.43	1,481.99
	(c) Provisions	425.14	376.90
	(d) Income tax liabilities (net)	239.24	1,563.21
	TOTAL CURRENT LIABILITIES	45,132.11	49,262.41
	TOTAL EQUITY AND LIABILITIES	97,795.60	95,656.89



Consolidated Cash Flow Statement

Rs.in lakhs

Particulars	Rs.in lakhs	
	For the Year ended	For the Year ended
	31.03.2023	31.03.2022
	Audited	Audited
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	7,990.50	7,056.62
Adjusted for		
Depreciation	4,465.23	3,887.68
Interest Income	(177.86)	(96.39)
Credit Risk Impaired	43.54	70.60
Credit Risk Allowance	(0.55)	(61.11)
Loss/ (Profit) on sale of fixed assets (net)	(21.70)	(30.14)
Re-measurement gains/(losses) on employee defined benefit plans	(31.74)	2.93
Re-measurement gains/(losses) on investments	0.38	(0.33)
Loss on current financial assets measured at FVTPL	(03.8)	0.33
Advance received from Assets held for sale	-	(385.00)
Unrealised foreign exchange differences	75.94	256.13
Finance Costs	4,465.43	3,960.50
Operating Profit Before Working Capital Changes	16,808.79	14,661.82
Change in working capital	8860.13	(4077.93)
Cash generated from operations	25,668.92	10,583.89
Direct Taxes Paid	(3452.75)	(1792.76)
Net cash flow from operating activities (A)	22,216.17	8,791.13
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & equipment and intangibles (including capital work in progress and capital advances)	(9,633.95)	(7,690.66)
ROU Assets as per Ind AS 116	(1,047.45)	(1,707.17)
Proceeds from sale of fixed assets	171.48	73.70
Interest income received	156.77	45.70
Net cash used in Investing Activities - (B)	(10,353.15)	(9,278.43)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Cash Payments for Principal portion of lease liability	(178.66)	90.57
Cash Payments for interest portion of lease liability	(2.87)	(14.68)
Proceeds from Borrowings - Non current (including current maturities)	3819.65	9097.55
Repayment of Borrowings - Noncurrent (including current maturities)	(3,177.58)	(4,281.34)
Borrowings - Current (Net)	(4,094.03)	(96.78)
Finance charges	(4,465.78)	(3,532.14)
Term Deposit Accounts with financial institutions	195.76	334.68
Payment of Dividend	(751.39)	(376.59)
Unclaimed Dividend	(1.79)	1.83
Net Cash used in Finance Activities - (C)	(8656.69)	1223.10
Net Increase/(Decrease) in Cash & Cash Equivalents (A+B+C)	3206.33	735.80
Opening Balance in Cash and cash equivalents	763.81	28.01
Closing Balance in Cash and cash equivalents	3970.14	763.81



Notes to the financial results:

- 1 The above financial results for the quarter and year ended 31st March 2023 has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 29th May 2023. The statutory auditors have issued audit reports with unmodified opinion on the above results.
- 2 The consolidated financial results include results of the following:
 - a. Holding Company– Pitti Engineering Limited
 - b. Wholly owned subsidiary– Pitti Rail and Engineering Components Limited
- 3 The financial results have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulations issued by Securities and Exchange Board of India (SEBI).
- 4 The figures of the fourth quarter are the balancing figures between the audited year-end figures and the published results upto the third quarter of the respective financial years.
- 5 The Board of Directors have recommended a final dividend of Rs. 1.20/- (24%) per equity share of Rs. 5/- each for the year ended 31st March 2023 subject to approval of members of the Company at the ensuing 39th Annual General Meeting. The Company had earlier declared an interim dividend of ₹ 1.50/- (30%) per equity share of face value of ₹ 5/- each. The total dividend for the financial year ended 31st March 2023 amounts to Rs. 2.70/- (54%) per share.
- 6 The Company has only one business segment, which is manufacturing of engineering products of Iron and Steel, hence the reporting is done as a single segment. However, the geographical segment revenue and assets are as under:

₹ in lakhs

Particulars	Quarter Ended			Year Ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	Audited (Refer note 4)	Un-Audited	Audited (Refer note 4)	Audited	Audited
I. Segment Revenue					
a) India	18,212.65	15,450.61	20,421.84	74,748.79	67,412.97
b) Outside India	8,118.50	8,457.47	8,223.91	37,051.04	29,611.96
Total	26,331.15	23,908.08	28,645.75	1,11,799.83	97,024.93
II. Segment Assets					
a) India	87,332.95	76,221.91	83,080.53	87,332.95	83,080.53
b) Outside India	10,462.65	10,869.21	12,576.36	10,462.65	12,576.36
Total	97,795.60	87,091.12	95,656.89	97,795.60	95,656.89

- 7 Figures of the previous quarters/year have been regrouped and rearranged wherever necessary to correspond with current year's presentation.

Place: Hyderabad
Date: 29th May 2023



By order of the Board
For PITT ENGINEERING LIMITED

SHARAD B PITT
CHAIRMAN & MANAGING DIRECTOR
DIN: 00078716

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