



AIA Engineering Limited

November 12, 2019

To,
The Manager (Listing),
The BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Script Code: 532683

To,
The Manager (Listing),
National Stock Exchange of India Limited
“Exchange Plaza”, C-1 , Block – G,
Bandra-Kurla Complex, Bandra (E)
Mumbai – 400 051
Script Code: AIAENG

Dear Sir/Madam,

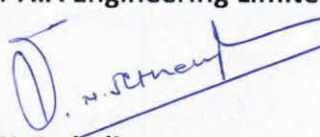
Sub: Unaudited Financial Results for the Quarter/Half Year ended September 30, 2019 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Unaudited Financial Results [Standalone and Consolidated] of the Company for the Quarter/Half Year ended September 30, 2019 alongwith Limited Review Reports [Standalone and Consolidated] taken on record by the Board of Directors of the Company in its meeting held today i.e. November 12, 2019, which was commenced at 11.30 a.m. and concluded at 01.40 p.m.

Please take the same on record and acknowledge the receipt of the same.

Thanking you.

Yours faithfully,
For AIA Engineering Limited


S. N. Jetheliya
Company Secretary
Encl: a/a.



CIN : L29259GJ1991PLC015182

An ISO 9001 Certified Company

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Registered Office : 115, G.V.M.M. Estate, Odhav Road, Odhav, Ahmedabad - 382410. Gujarat, INDIA.
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AIA ENGINEERING LIMITED

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259G1991PLC015182
Ph. 079-22901078; Fax: 079-22901077; E-mail: ric@aiaengineering.com; Website: www.aiaengineering.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2019

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-2019	30-Jun-2019	30-Sep-2018	30-Sep-2019	30-Sep-2018	31-Mar-2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations	60,388.61	58,263.56	69,254.78	118,652.17	135,201.30	273,716.71
	Other operating revenue	2,024.45	1,952.17	2,504.75	3,976.62	4,908.76	10,041.79
	a) Total revenue from operations	62,413.06	60,215.73	71,759.53	122,628.79	140,110.06	283,758.50
	b) Other income	11,306.78	3,291.90	4,296.24	14,598.68	6,099.25	11,621.58
	Total income (a+b)	73,719.84	63,507.63	76,055.77	137,227.47	146,209.31	295,380.08
2	Expenses						
	a) Cost of materials consumed	22,920.27	27,039.57	30,745.78	49,959.84	59,750.54	124,090.64
	b) Purchase of stock-in-trade	2,922.45	3,140.14	6,439.15	6,062.59	12,614.77	23,908.16
	c) Changes in inventories of finished goods and work-in-progress	2,641.09	(2,164.93)	(1,778.35)	476.16	(4,050.76)	(8,846.77)
	d) Employee benefits expense	2,505.19	2,370.38	2,231.26	4,875.57	4,461.58	9,089.14
	e) Finance costs	138.67	134.54	158.34	273.21	331.55	719.05
	f) Depreciation and amortisation expense	2,151.43	2,315.21	1,777.57	4,466.64	3,409.28	7,769.59
	g) Other expenses	17,409.68	18,200.27	19,862.13	35,609.95	37,389.72	78,458.86
	Total expenses (a+b+c+d+e+f+g)	50,688.78	51,035.18	59,435.88	101,723.96	113,906.68	235,188.67
3	Profit before tax (1-2)	23,031.06	12,472.45	16,619.89	35,503.51	32,302.63	60,191.41
4	Tax expense						
	(i) Current tax	2,304.75	3,850.25	5,863.75	6,155.00	10,548.75	17,210.87
	(ii) Excess provision for tax of earlier periods written back	-	-	-	-	-	(247.56)
	(iii) Deferred tax	(1,876.46)	281.60	(101.95)	(1,594.86)	346.66	1,745.93
	Total tax expense (i+ii+iii)	428.29	4,131.85	5,761.80	4,560.14	10,895.41	18,709.24
5	Profit for the period (3-4)	22,602.77	8,340.60	10,858.09	30,943.37	21,407.22	41,482.17
6	Other comprehensive income / (loss):						
	(i) Items that will not be reclassified to statement of profit and loss	(207.33)	3.24	15.00	(204.09)	30.00	(13.02)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	-	-	-	-	-	-
	(iii) Items that will be reclassified to statement of profit and loss	131.64	(328.25)	59.06	(196.61)	1,128.18	166.25
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	32.20	114.70	(20.64)	146.90	(394.23)	(58.07)
7	Total other comprehensive income / (loss) (net of tax)	(43.49)	(210.31)	53.42	(253.80)	763.95	95.16
8	Total comprehensive income for the period (5+7)	22,559.28	8,130.29	10,911.51	30,689.57	22,171.17	41,577.33
9	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41	1,886.41	1,886.41
10	Other equity						315,718.20
11	Earnings per equity share (EPS) in ₹ (not annualised)						
	Basic	23.96	8.84	11.52	32.81	22.70	43.98
	Diluted	23.96	8.84	11.52	32.81	22.70	43.98

Notes :

- The above unaudited standalone financial results for the quarter and half year ended 30 September 2019 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 November 2019. These unaudited standalone financial results are subjected to "Limited Review" by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
- The unaudited standalone financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) 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.
- Effective 1 April 2019, the Company has adopted Ind AS 116 by using modified retrospective approach. On account of such adoption of the new standard, the Company has recognised right of use asset and a corresponding lease liability. The adoption of the standard did not have any material impact on the profit of the Company.
- The Company has decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the current financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised in the current quarter's financial results. Pursuant to the selection of this option, the Company has reversed deferred tax liabilities amounting to ₹ 2,066.17 lakhs due to reduction in corporate tax rate.
- The Company has only one reportable primary business segment as per IND AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
- Refer Annexure - I for Standalone statement of assets and liabilities as at 30 September 2019.
- Refer Annexure - II for Standalone statement of cash flows for the period ended 30 September 2019.

By Order of Board of Directors
For AIA Engineering Limited

(Signature)
(Bhadresh K. Shah)
Managing Director
DIN:00058177

Place: Ahmedabad
Date: 12 November 2019



AIA ENGINEERING LIMITED

CIN : L29259GJ1991PLC015182

Annexure - I : Standalone statement of assets and liabilities

(₹ in lakhs)

Particulars	As at 30 September 2019 (unaudited)	As at 31 March 2019 (audited)
ASSETS		
(I) Non-current assets		
(a) Property, plant and equipment	81,049.30	81,517.20
(b) Right of use asset	4,024.44	-
(c) Capital work-in-progress	4,098.99	5,975.34
(d) Goodwill	460.69	460.69
(e) Other intangible assets	259.94	251.14
(f) Financial assets		
(i) Investments	1,578.62	1,578.38
(ii) Trade receivables	270.83	389.28
(iii) Loans	659.72	584.93
(g) Other tax assets (net)	3,537.35	2,414.44
(h) Other non-current assets	5,349.44	2,976.12
Total non-current assets	101,289.32	96,147.52
(2) Current assets		
(a) Inventories	48,902.70	45,771.53
(b) Financial assets		
(i) Investments	131,336.38	107,846.24
(ii) Trade receivables (net)	75,911.34	90,075.15
(iii) Cash and cash equivalents	1,476.59	2,066.47
(iv) Bank balances other than (iii) above	646.74	633.82
(v) Loans	115.62	189.03
(vi) Derivatives	-	996.49
(vii) Other financial assets	3,380.35	6,468.23
(c) Other current assets	6,837.15	10,686.71
Total current assets	268,606.87	264,733.67
Total assets	369,896.19	360,881.19
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	1,886.41	1,886.41
(b) Other equity	336,429.63	315,718.20
Equity attributable to owners of the Company	338,316.04	317,604.61
LIABILITIES		
(I) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,500.00	1,500.00
(ii) Lease liabilities	710.25	-
(b) Provisions	715.02	578.77
(c) Deferred tax liabilities (net)	8,122.52	10,099.61
Total non-current liabilities	11,047.79	12,178.38
(II) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	4,955.27	11,169.31
(ii) Lease liabilities	491.23	-
(iii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	636.56	1,669.44
Total outstanding dues of creditors other than micro enterprises and small enterprises	9,899.05	13,496.43
(iv) Derivatives	139.98	-
(v) Other financial liabilities	689.65	1,499.78
(b) Other current liabilities	3,030.50	2,903.04
(c) Provisions	690.12	360.20
Total current liabilities	20,532.36	31,098.20
Total equity and liabilities	369,896.19	360,881.19



AIA ENGINEERING LIMITED

CIN : L29259GJ1991PLC015182

Annexure - II : Standalone statement of cash flows

(₹ in lakhs)

	Half Year Ended 30 September 2019 (unaudited)	Half Year Ended 30 September 2018 (unaudited)	Year Ended 31 March 2019 (audited)
A. Cash flow from operating activities:			
Profit before tax	35,503.51	32,302.63	60,191.41
Add / (less): adjustments			
Interest income	(539.94)	(338.60)	(1,142.14)
Dividend income	(8,536.53)	(9.55)	(9.55)
Profit on sale of current investments	(1,813.56)	(288.99)	(4,294.60)
Fair valuation of current investments	(1,702.93)	(3,194.29)	(2,821.15)
Unrealised Gain on foreign exchange fluctuations (net)	(52.19)	(346.29)	(950.17)
Loss on sale of assets (net)	5.89	38.80	34.48
Sundry balances (written back) / written off (net)	(23.30)	3.89	3.14
Bad debts	11.06	231.34	164.80
Depreciation and amortisation	4,466.64	3,409.28	7,769.59
Finance costs	273.21	331.55	719.05
Provision for product warranties	57.28	(113.50)	(14.60)
Loss / (gain) on fair valuation of forward contracts	4.93	(26.87)	(26.87)
	<u>27,654.07</u>	<u>31,999.40</u>	<u>59,623.39</u>
Changes in working capital:			
Decrease / (increase) in trade receivables	15,235.77	(12,985.57)	(20,453.56)
(Increase) / decrease in loans	(1.38)	193.76	133.77
(Increase) / decrease in other non-current assets	(1.50)	(282.96)	1,268.18
(Increase) in inventories	(3,131.17)	(10,253.74)	(11,275.23)
Decrease / (increase) in other financial assets	3,110.98	(1,308.47)	(1,939.24)
Decrease / (increase) in other current assets	3,849.56	(241.47)	1,604.69
Increase/ (decrease) in provisions	204.80	51.02	(71.91)
(Decrease) / increase in trade payables	(4,598.50)	5,035.54	3,490.18
Increase in other financial liabilities	-	410.18	-
Increase in other current liabilities	127.46	373.56	558.77
	<u>42,450.09</u>	<u>12,991.25</u>	<u>32,939.04</u>
Cash generated from operations	42,450.09	12,991.25	32,939.04
Income taxes paid (net of refunds)	(7,513.24)	(8,506.82)	(18,101.54)
	<u>34,936.85</u>	<u>4,484.43</u>	<u>14,837.50</u>
Net cash generated from operating activities (A)	<u>34,936.85</u>	<u>4,484.43</u>	<u>14,837.50</u>
B. Cash flow from investing activities:			
Acquisition of property, plant and equipment, capital work-in-progress and other intangibles	(7,999.43)	(5,855.23)	(19,710.34)
Acquisition of right of use asset	(8.98)	-	-
Proceeds from sale of property, plant and equipment	8.42	10.14	23.17
(Purchase of) / proceeds from sale of current investments	(19,973.89)	(746.78)	2,781.09
(Maturity of) / investment in fixed deposits with bank (net)	(12.59)	15.33	8.88
Interest income	516.84	265.78	772.57
Dividend income	8,536.53	9.55	9.55
Net cash (used in) investing activities (B)	<u>(18,933.10)</u>	<u>(6,301.21)</u>	<u>(16,115.08)</u>
C. Cash flow from financing activities:			
Repayment of current borrowings (net)	(6,183.86)	(21.86)	(506.22)
Repayment non-current borrowings	(21.87)	(13.73)	(13.73)
Proceeds of non-current borrowings	-	-	1,500.00
Dividends paid (including taxes on dividend)	(9,978.14)	-	-
Finance costs paid	(296.23)	(310.19)	(716.47)
Repayment of Lease Liabilities	(113.23)	-	-
Net cash (used in) / generated from financing activities (C)	<u>(16,593.33)</u>	<u>(345.78)</u>	<u>263.58</u>
D. Net (decrease) in cash and cash equivalents (A+B+C)	<u>(589.58)</u>	<u>(2,162.56)</u>	<u>(1,014.00)</u>
E. Add : Cash and cash equivalents at the beginning of the period / year	2,066.47	3,028.93	3,028.93
F. Less: Foreign exchange (loss) / gain on restatement of cash and cash equivalents	(0.30)	102.98	51.54
G. Cash and cash equivalents at the end of the period / year (refer note 1 below)	<u>1,476.59</u>	<u>969.35</u>	<u>2,066.47</u>

Currency: ₹ in lakhs

Note:

1 Cash and cash equivalents include:
Balances with banks
Cash on hand



	As at 30 September 2019 (unaudited)	As at 30 September 2018 (unaudited)	As at 31 March 2019 (audited)
	1,469.85	960.28	2,061.52
	6.74	9.07	4.95
	<u>1,476.59</u>	<u>969.35</u>	<u>2,066.47</u>

B S R & Co. LLP

Chartered Accountants

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Near Vodafone House
Prahaldnagar, Corporate Road,
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India

Telephone +91 (79) 7145 0001
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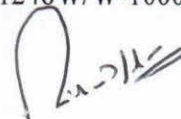
Limited Review Report on Unaudited Quarterly and Year – To – Date Standalone Financial Results of AIA Engineering Limited pursuant to Regulation 33 of the SEBI (Listing and Obligation Disclosure Requirements) Regulations, 2015

To Board of Directors of AIA Engineering Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of AIA Engineering Limited for the quarter ended and year-to-date results for the period from 1 April 2019 to 30 September 2019 ('the Statement').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm Registration Number: 101248W/W-100022



Nirav Patel
Partner

Membership No.: 113327
ICAI UDIN: 19113327AAAABY3460

Place: Ahmedabad
Date: 12 November 2019



AIA ENGINEERING LIMITED

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259GJ1991PLC015182

Ph. 079-22901078; Fax: 079-22901077; E-mail: ric@aiaengineering.com; Website: www.aiaengineering.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2019

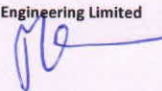
(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Half year ended		Year ended
		30-Sep-19	30-Jun-19	30-Sep-18	30-Sep-19	30-Sep-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations	67,634.56	71,374.36	71,527.79	139,008.92	140,622.19	296,743.46
	Other operating revenue	2,024.45	1,952.17	2,504.75	3,976.62	4,908.76	10,041.79
	a) Total revenue from operations	69,659.01	73,326.53	74,032.54	142,985.54	145,530.95	306,785.25
	b) Other income	2,807.95	3,863.64	4,848.38	6,671.59	6,889.44	12,254.03
	Total Income (a+b)	72,466.96	77,190.17	78,880.92	149,657.13	152,420.39	319,039.28
2	Expenses						
	a) Cost of materials consumed	24,819.91	30,367.58	35,437.65	55,187.49	68,875.44	141,811.86
	b) Changes in inventories of finished goods and work-in-progress	2,981.72	(1,694.75)	(4,668.99)	1,286.97	(9,453.82)	(19,265.08)
	c) Employee benefits expense	3,429.69	3,205.49	3,096.98	6,635.18	6,179.75	12,639.13
	d) Finance costs	152.45	142.98	170.36	295.43	353.71	754.71
	e) Depreciation and amortisation expense	2,221.35	2,362.22	1,805.26	4,583.57	3,459.99	7,884.57
	f) Other expenses	23,021.67	24,586.71	25,414.72	47,608.38	49,643.77	105,774.08
	Total expenses (a+b+c+d+e+f)	56,626.79	58,970.23	61,255.98	115,597.02	119,058.84	249,599.27
3	Profit before tax (1-2)	15,840.17	18,219.94	17,624.94	34,060.11	33,361.55	69,440.01
4	Tax expense						
	(i) Current tax	2,360.67	3,860.76	5,907.22	6,221.43	10,639.46	17,368.94
	(ii) Excess provision for tax of earlier periods written back	-	-	-	-	-	(252.54)
	(iii) Deferred tax	(1,719.80)	404.65	(432.96)	(1,315.15)	90.08	1,179.84
	Total tax expense (i+ii+iii)	640.87	4,265.41	5,474.26	4,906.28	10,729.54	18,296.24
5	Profit for the period (3-4)	15,199.30	13,954.53	12,150.68	29,153.83	22,632.01	51,143.77
6	Other comprehensive income / (loss):						
	(i) Items that will not be reclassified to statement of profit and loss	(206.01)	4.55	13.61	(201.46)	27.22	(8.02)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	(0.44)	(0.43)	0.46	(0.87)	0.92	(1.39)
	(iii) Items that will be reclassified to statement of profit and loss	350.31	(1,727.46)	711.20	(1,377.15)	2,231.42	(585.82)
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	32.20	114.70	(20.64)	146.90	(394.23)	(58.07)
7	Total other comprehensive income / (loss) (net of tax)	176.06	(1,608.64)	704.63	(1,432.58)	1,865.33	(653.30)
8	Total comprehensive income for the period (5+7)	15,375.36	12,345.89	12,855.31	27,721.25	24,497.34	50,490.47
9	Net profit / (loss) attributable to:						
	a) Owners of the Company	15,224.26	14,039.95	12,102.18	29,264.21	22,606.66	51,083.05
	b) Non-Controlling Interest	(24.96)	(85.42)	48.50	(110.38)	25.35	60.72
10	Other comprehensive income / (loss) attributable to:						
	a) Owners of the Company	175.84	(1,608.86)	704.87	(1,433.02)	1,865.80	(654.21)
	b) Non-Controlling Interest	0.22	0.22	(0.24)	0.44	(0.47)	0.91
11	Total comprehensive income / (loss) attributable to:						
	a) Owners of the Company	15,400.10	12,431.09	12,807.05	27,831.19	24,472.46	50,428.84
	b) Non-Controlling Interest	(24.74)	(85.20)	48.26	(109.94)	24.88	61.63
12	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41	1,886.41	1,886.41
13	Other equity						349,484.40
14	Earning per equity share (EPS) in ₹ (not annualised)						
	Basic	16.14	14.89	12.83	31.03	23.97	54.16
	Diluted	16.14	14.89	12.83	31.03	23.97	54.16

Notes:

- The above unaudited consolidated financial results for the quarter and half year ended 30 September 2019 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 November 2019. These unaudited consolidated financial results are subjected to Limited Review by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
- The unaudited consolidated financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) 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.
- The unaudited consolidated financial results comprises of the results / financial information of the Holding Company, i.e., AIA Engineering Limited, and its subsidiaries namely - Welcast Steels Limited - India, AIA CSR Foundation - India, Vega Industries (Middle East) F.Z.C. - U.A.E., Vega Industries Limited - U.K., Vega Industries Limited - U.S.A., Vega Steel Industries (RSA) (PTY.) Limited - South Africa, Wuxi Vega Trade Co., Limited - China, PT. Vega Industries Indonesia - Indonesia, Vega Industries Chile SPA - Chile, AIA Ghana Limited - Ghana and Vega Industries Australia Pty. Ltd. - Australia.
- Effective 1 April 2019, the group has adopted Ind AS 116 - Leases using modified retrospective approach. On account of such adoption of the new standard, the group has recognised right of use asset and a corresponding a lease liability. The adoption of the standard did not have any material impact to the profit of the group.
- The Company has decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the current financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised in the current quarter's financial results. Pursuant to the selection of this option, the Company has reversed deferred tax liabilities amounting to ₹ 2,066.17 lakhs due to reduction in corporate tax rate. Welcast Steels Limited, the subsidiary of the Company has decided to exercise the option permitted under Section 115BAA of the Income tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from the current financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised in the current quarter's financial results which is not material to the unaudited consolidated financial results of the group.
- The group has only one reportable primary business segment as per Ind AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
- Refer Annexure - I for Consolidated statement of assets and liabilities as at 30 September 2019.
- Refer Annexure - II for Consolidated statement of cash flows for the period ended 30 September 2019.

By Order of Board of Directors
For AIA Engineering Limited


(Bhadresh K. Shah)
Managing Director
DIN:00058177



AIA ENGINEERING LIMITED

CIN : L29259GJ1991PLC015182

Annexure - I : Consolidated statement of assets and liabilities

(₹ in lakhs)

Particulars	As at 30 September 2019 (unaudited)	As at 31 March 2019 (audited)
ASSETS		
(I) Non-current assets		
(a) Property, plant and equipment	81,711.51	82,236.25
(b) Right of use asset	4,121.67	-
(c) Capital work-in-progress	4,283.30	5,980.85
(d) Goodwill	460.69	460.69
(e) Goodwill on consolidation	1,520.74	1,516.03
(f) Other intangible assets	260.49	252.07
(g) Financial assets		
(i) Investments	85.88	85.64
(ii) Trade receivables	270.83	389.28
(iii) Loans	1,092.68	1,018.62
(h) Deferred tax assets	77.81	90.43
(i) Other tax assets (net)	3,726.31	2,487.07
(j) Other non-current assets	5,538.04	3,164.82
Total non-current assets	103,149.95	97,681.75
(II) Current assets		
(a) Inventories	81,419.92	78,591.94
(b) Financial assets		
(i) Investments	139,643.24	114,372.03
(ii) Trade receivables (net)	54,053.29	70,637.76
(iii) Cash and cash equivalents	19,055.56	20,830.85
(iv) Bank balances other than (iii) above	695.57	800.72
(v) Loans	286.02	370.73
(vi) Derivatives	-	996.49
(vii) Other financial assets	3,499.50	6,576.55
(c) Other current assets	7,603.26	12,509.23
Total current assets	306,256.36	305,686.30
Total assets	409,406.31	403,368.05
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	1,886.41	1,886.41
(b) Other equity	367,336.42	349,484.40
Equity attributable to owners of the Company	369,222.83	351,370.81
(c) Non-controlling interest	832.68	929.63
Total equity	370,055.51	352,300.44
LIABILITIES		
(I) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,500.00	1,500.00
(ii) Lease liabilities	738.40	-
(b) Provisions	1,040.15	917.85
(c) Deferred tax liabilities (net)	7,079.00	8,789.10
Total non-current liabilities	10,357.55	11,206.95
(II) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	5,290.27	11,289.31
(ii) Lease liabilities	564.60	-
(iii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	671.01	1,703.88
Total outstanding dues of creditors other than micro enterprises and small enterprises	11,127.97	15,656.77
(iv) Derivatives	139.98	-
(v) Other financial liabilities	693.35	1,504.37
(b) Other current liabilities	8,141.41	7,826.47
(c) Provisions	2,273.87	1,868.19
(d) Current tax liabilities (net)	90.79	11.67
Total current liabilities	28,993.25	39,860.66
Total equity and liabilities	409,406.31	403,368.05



AIA ENGINEERING LIMITED

CIN : L29259GJ1991PLC015182

Annexure - II : Consolidated statement of cash flows

(₹ in lakhs)

	Half Year Ended 30 September 2019 (unaudited)	Half Year Ended 30 September 2018 (unaudited)	Year Ended 31 March 2019 (audited)
A. Cash flow from operating activities:			
Profit before tax	34,060.11	33,361.55	69,440.01
Add / (less): Adjustments			
Interest income	(833.70)	(573.55)	(1,633.68)
Profit on sale of current investments	(1,813.56)	(288.99)	(4,294.60)
Fair value of current investments	(1,844.65)	(3,146.34)	(2,824.85)
Unrealised gain on foreign exchange fluctuation (net)	(52.19)	(346.29)	(950.17)
(Profit) / loss on sale of assets (net)	(36.71)	38.80	32.20
Sundry balances (written back) / written off (net)	(23.30)	3.89	(14.17)
Bad debts	11.06	230.71	164.80
Depreciation and amortisation	4,583.57	3,459.99	7,884.57
Finance costs	295.43	353.71	754.71
Provision for product warranties	108.53	55.83	231.72
Loss / (gain) on fair valuation of forward contracts	4.93	(26.87)	(26.87)
Provision for doubtful trade receivables	-	-	112.09
Foreign currency fluctuation on translation of foreign operations	(1,160.85)	1,128.73	(775.21)
	33,298.67	34,251.17	68,100.55
Changes in working capital:			
Decrease / (Increase) in trade receivables	17,656.43	(8,081.18)	(11,407.36)
Decrease in loans	10.65	203.97	150.57
Decrease in other non-current assets	(1.40)	(282.11)	1,270.03
(Increase) in inventories	(2,827.98)	(19,585.92)	(23,252.97)
Decrease / (Increase) in other financial assets	3,110.98	(1,308.80)	(1,939.24)
Decrease in other current assets	4,905.97	(30.36)	1,168.23
Increase in provisions	216.68	193.35	44.27
(Decrease) / Increase in trade payables	(5,529.90)	6,561.43	1,588.34
Increase in other financial liabilities	-	410.18	0.00
Increase in other current liabilities	314.94	4,022.98	1,522.13
Cash generated from operations	51,155.04	16,354.71	37,244.55
Income taxes paid (net of refunds)	(7,616.98)	(8,579.54)	(18,052.67)
Net cash from operating activities (A)	43,538.06	7,775.17	19,191.88
B. Cash flow from investing activities:			
Acquisition of property, plant and equipment, capital work-in-progress and other intangibles	(8,225.03)	(5,926.83)	(19,895.02)
Acquisition of right of use asset	(10.29)	-	-
Proceeds from sale of property, plant and equipment	73.66	10.14	20.42
(Purchase of) / proceeds from sale of current investments	(21,613.24)	(844.94)	1,847.60
Interest income	799.77	521.34	1,619.03
Investment in fixed deposits with bank (net)	104.60	60.61	33.34
Net cash (used in) investing activities (B)	(28,870.53)	(6,179.68)	(16,374.63)
C. Cash flow from financing activities:			
Repayment of current borrowings (net)	(5,968.86)	(191.86)	(886.22)
Repayment non-current borrowings	(21.87)	(13.73)	(13.73)
Proceeds from non-current borrowings	-	-	1,500.00
Dividends paid (including dividend tax)	(9,985.44)	(5.52)	(1.46)
Finance costs paid	(318.45)	(332.35)	(752.13)
Repayment of Lease Liabilities	(147.91)	-	-
Net cash (used in) financing activities	(16,442.53)	(543.46)	(153.54)
D. Net (decrease) / increase in cash and cash equivalents (A+B+C)	(1,775.00)	1,052.03	2,663.71
E. Add : Cash and cash equivalents at the beginning of the period / year	20,830.85	18,115.60	18,115.60
F. Less: Foreign exchange (loss) / gain on restatement of cash and cash equivalents	(0.29)	102.97	51.54
G. Cash and cash equivalents at the end of the period / year (refer note 1 below)	19,055.56	19,270.60	20,830.85

Currency: ₹ in lakhs

	As at 30 September 2019 (unaudited)	As at 30 September 2018 (unaudited)	As at 31 March 2019 (audited)
Balances with banks	18,685.76	18,998.35	20,559.87
Cash on hand	9.82	12.25	10.98
Balances with banks in fixed deposit accounts (with original maturity upto 3 months)	359.98	260.00	260.00
	19,055.56	19,270.60	20,830.85

Note:

1 Cash and cash equivalents include:

Balances with banks
Cash on hand



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Limited Review Report on Unaudited Quarterly and Year-To-Date Consolidated Financial Results of AIA Engineering Limited pursuant to Regulation 33 of the SEBI (Listing and Obligation Disclosure Requirements) Regulations, 2015

To
Board of Directors of AIA Engineering Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of AIA Engineering Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended and year-to-date results for the period from 1 April 2019 to 30 September 2019 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

4. The Statement includes the results of the following entities:

Sr. no.	Name of entity	Country	Relationship
1	Welcast Steels Limited	India	Subsidiary
2	Vega Industries (Middle East) F.Z.C.	U.A.E.	Wholly owned subsidiary
3	AIA CSR Foundation	India	Wholly owned subsidiary
4	Vega Industries Limited	U.K.	Step down subsidiary
5	Vega Industries Limited	U.S.A.	Step down subsidiary
6	Vega Steel Industries (RSA) PTY Limited	South Africa	Step down subsidiary
7	Wuxi Vega Trade Co. Limited	China	Step down subsidiary
8	PT. Vega Industries Indonesia	Indonesia	Step down subsidiary
9	Vega Industries Chile SpA	Chile	Step down subsidiary
10	AIA Ghana Limited	Ghana	Step down subsidiary
	Vega Industries Australia PTY Limited	Australia	Step down subsidiary



B S R & Co (a partnership firm with
Registration No. BA61223) converted into
B S R & Co. LLP (a Limited Liability Partnership
with LLP Registration No. AAB-8181)
with effect from October 14, 2013

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Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
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Limited Review Report on Unaudited Quarterly and Year-To-Date Consolidated Financial Results of AIA Engineering Limited pursuant to Regulation 33 of the SEBI (Listing and Obligation Disclosure Requirements) Regulations, 2015 (Continued)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditor referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of 1 subsidiary included in the Statement, whose interim financial results reflect total assets of INR 5,120.45 lakhs as at 30 September 2019 and total revenues of INR 3,906.37 lakhs and INR 8,087.50 lakhs, total net profit after tax of INR 10.85 lakhs and INR 37.72 lakhs and total comprehensive income of INR 11.73 lakhs and INR 39.48 lakhs, for the quarter ended September 2019 and for the period from 1 April 2019 to 30 September 2019, respectively, and cash outflows (net) of INR 17.34 lakhs for the period from 1 April 2019 to 30 September 2019, as considered in the consolidated unaudited financial results. The interim financial results have been reviewed by other auditor whose report have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

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

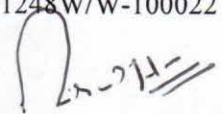
7. The Statement includes the interim financial information of 1 wholly owned subsidiary and 5 step down subsidiaries which have not been reviewed, whose interim financial information reflect total assets of INR 30,988.22 lakhs as at 30 September 2019 and total revenues of INR 13,507.91 lakhs and INR 27,027.05 lakhs, total net loss after tax of INR 482.47 lakhs and INR 648.31 lakhs and total comprehensive loss of INR 491.48 lakhs and INR 664.72 lakhs for the quarter ended 30 September 2019 and for the period from 1 April 2019 to 30 September 2019, respectively, and cash outflows (net) of INR 95.40 lakhs for the period from 1 April 2019 to 30 September 2019, as considered in the Statement. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Certain of these subsidiaries are located outside India whose interim financial information have been prepared in accordance with accounting principles generally accepted in their respective countries. The Parent's management has converted the financial information of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Parent's management.

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

For **B S R & Co. LLP**
Chartered Accountants

Firm Registration Number: 101248W/W-100022



Nirav Patel
Partner

Membership No.: 113327

ICAI UDIN: 19113327AAAABZ5367

Place: Ahmedabad

Date: 12 November 2019

