

Action Construction Equipment Limited

Corporate & Registered Office

Dudhola Link Road, Dudhola, Distt. Palwal-121102, Haryana, India



Date: May 21, 2024

To,
The Manager Listing
BSE Limited
5th Floor, P.J. Towers,
Dalal Street,
Mumbai-400001
Scrip Code: 532762

The Manager Listing
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex,
Bandra (E),
Mumbai-400051
CM Quote: ACE

Subject: Outcome of Board Meeting in accordance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

Pursuant to the Regulation 33 and Regulation 30 read with Para A of Part A of schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform that the Board of Directors in its meeting held on Tuesday, May 21, 2024 has approved the following items:

- (1) Audited financial Results (Standalone and Consolidated) for the quarter and year ended March 31, 2024.
- (2) Recommended the Dividend @ 100% i.e. Rs. 2.00 per equity share of Rs.2 each for the financial year 2023-24 subject to approval of the shareholders at the ensuing Annual General Meeting.

Please find enclosed herewith the following:

- (1) Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2024.
- (2) Auditors' Report on the Audited Financial Results-Standalone and Consolidated.
- (3) Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016 w.r.t. Audit Report with unmodified opinion.

We further wish to inform that the Board Meeting held today commenced at 2:00 p.m. and concluded at 4:25 p.m.

This is for your information and record please.

Thanking You.

For Action Construction Equipment Limited

Anil Kumar
Company Secretary & Compliance Officer



Corporate Office: Phone: +91-1275-280111 (50 Lines), Fax: +91-1275-280133, E-mail: works2@ace-cranes.com

Mktg. H.Q.: 4th Floor, Pinnacle, Surajkund, Faridabad, NCR-121009, Phone: +91-129-4550000 (100 Lines), Fax: +91-129-4550022, Email: marketing@ace-cranes.com
Customer Care No.: 1800 1800 004 (Toll Free), **CIN:** L74899HR1995PLC053860, **Website:** www.ace-cranes.com

Action Construction Equipment Limited

CIN : L74899HR1995PLC053860

Registered office: Dudhola Link Road, Dudhola, District Palwal, Haryana - 121102, India

Ph: 01275-280111 (50 lines), Fax: 01275-280133. E-mail: cs@ace-cranes.com, Web: www.ace-cranes.com

Statement of Financial Results for the quarter and year ended 31 March 2024

(Rs. in lakhs, except per share detail)

S. No.	Particulars	Standalone					Consolidated				
		Quarter ended			Year ended		Quarter ended			Year ended	
		31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Income										
	Revenue from operations	83,579	75,315	61,279	2,91,154	2,15,799	83,584	75,311	61,384	2,91,380	2,15,968
	Other income	2,062	2,290	776	7,619	2,224	2,092	2,297	312	7,710	4,112
	Total income	85,641	77,605	62,055	2,98,773	2,18,023	85,676	77,608	61,696	2,99,090	2,20,080
2	Expenses										
	Cost of materials consumed	51,099	54,350	44,809	2,07,331	1,57,836	51,134	54,285	44,908	2,07,312	1,57,995
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	6,188	(1,692)	(2,829)	(4,972)	(4,387)	6,076	(1,691)	(2,882)	(5,030)	(4,440)
	Employee benefits expense	3,027	3,338	2,622	11,888	9,843	3,070	3,388	2,660	12,066	9,976
	Finance costs	1,069	551	337	2,314	1,024	1,070	552	338	2,317	1,029
	Depreciation and amortisation expense	662	580	491	2,289	1,766	671	589	499	2,324	1,800
	Impairment losses on financial assets/reversal of impairment losses on financial assets	(10)	720	1,776	1,523	2,188	(10)	720	1,776	1,523	2,188
	Other expenses	10,323	8,300	7,566	35,077	27,837	10,346	8,335	7,593	35,184	28,157
	Total expenses	72,358	66,147	54,772	2,55,450	1,96,107	72,357	66,178	54,892	2,55,696	1,96,705
3	Profit before tax (1-2)	13,283	11,458	7,283	43,323	21,916	13,319	11,430	6,804	43,394	23,375
4	Tax expense										
	Current tax	3,785	2,651	2,352	10,973	5,774	3,793	2,652	2,358	10,992	6,093
	Deferred tax	(317)	(45)	(268)	(414)	22	(319)	(46)	(269)	(418)	(17)
	Total tax expense	3,468	2,606	2,084	10,559	5,796	3,474	2,606	2,089	10,574	6,076
5	Profit after tax (3-4)	9,815	8,852	5,199	32,764	16,120	9,845	8,824	4,715	32,820	17,299
6	Other comprehensive income/ (expense) for the period (net of tax)										
	Items that will not be reclassified to profit or loss	(38)	-	3	(38)	3	(38)	-	3	(38)	3
	Items that will be re-classified to profit or loss	-	-	-	-	-	(19)	50	(1)	14	(1)
7	Total comprehensive income (5+6)	9,777	8,852	5,202	32,726	16,123	9,788	8,874	4,717	32,796	17,301
8	Profit attributable to:										
	(a) Owners of the Company	-	-	-	-	-	9,844	8,825	4,765	32,816	17,161
	(b) Non-controlling interests	-	-	-	-	-	1	(1)	(50)	4	138
9	Other comprehensive income for the period attributable to:										
	(a) Owners of the Company	-	-	-	-	-	(57)	50	2	(24)	2
	(b) Non-controlling interests	-	-	-	-	-	-	-	-	-	-
10	Total comprehensive income for the period attributable to:										
	(a) Owners of the Company	-	-	-	-	-	9,787	8,875	4,767	32,792	17,163
	(b) Non-controlling interests	-	-	-	-	-	1	(1)	(50)	4	138
11	Paid up equity share capital (face value of Rs. 2 each, fully paid)	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382
12	Other equity as shown in the audited balance sheet as at				1,19,598	88,535				1,20,602	89,474
13	Earnings per share (fully paid up equity share of Rs. 2 each) (refer note 3)										
	a) Basic earnings per share	8.25	7.43	4.37	27.52	13.54	8.27	7.41	4.00	27.56	14.41
	b) Diluted earnings per share	8.25	7.43	4.37	27.52	13.54	8.27	7.41	4.00	27.56	14.41

For Action Construction Equipment Limited

Place: Faridabad
Date: May 21, 2024

Vijay Agarwal
Chairman & Managing Director

Notes to the Statement of financial results for the quarter and year ended 31 March 2024:

1 The above standalone and consolidated financial results for the quarter and year ended 31 March 2024 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 21 May 2024. The Statutory Auditors of Action Construction Equipment Limited ("the Company") have conducted audit of these results in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time and have issued an unmodified audit opinion.

The figures for the quarters ended 31 March 2024 and 31 March 2023, are balancing figures between the audited figures for the years ended 31 March 2024 and 31 March 2023 and the published unaudited year to date figures for nine months ended 31 December 2023 and 31 December 2022 respectively.

2 The standalone and consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.

3 Earnings per share is not annualised for the quarters ended 31 March 2024, 31 December 2023 and 31 March 2023.

4 During the current year, the Company granted 79,674 employee equity share option under Action Construction Equipment Limited employee stock option scheme – 2021. There are no exercised, forfeited or vested employee equity share option during the year ended 31 March 2024.

5 The Board of Directors at its Meeting held on 30 May 2023, has recommended a final dividend @ 50% i.e. Rs. 1.00 per equity share (face value of Rs. 2.00 per equity share) for the financial year ended 31 March 2023, which has been approved by the shareholders in the Annual General Meeting held on 25 August 2023. The same has been paid during the year ended 31 March 2024.

The Board of Directors at its Meeting held on 21 May 2024, has recommended a final dividend @ 100% i.e. Rs. 2.00 per equity share (face value of Rs. 2.00 per equity share) for the financial year ended 31 March 2024. The dates of the book closure for the entitlement of such final dividend and Annual General Meeting shall be decided and informed in due course of time.

6 The financial information of following entities have been consolidated with the financial results of the Company, hereinafter refer to as "the Group":

Subsidiaries:	Country
SC Forma SA (under liquidation)	Romania
Crane Kraft India Private Limited	India
Namo Metals (Partnership Firm)	India
Action Construction Equipment Limited Employees Welfare Trust	India

7 The certificate of Chairman and Managing Director (CMD) and Chief Financial Officer (CFO) in terms of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of the above results has been placed before the Board of Directors of the Company.

Notes to the Statement of financial results for the quarter and year ended 31 March 2024:

- 8 The financial results of the Company for the quarter and year ended 31 March 2024 have been filed with BSE and NSE and are also available on Company's website "www.ace-cranes.com". The key financial information for the quarter and year ended 31 March 2024 are as under:

(Rs. in lakhs)

Particulars	Standalone				
	Quarter ended			Year ended	
	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Revenue from operations	83,579	75,315	61,279	2,91,154	2,15,799
Profit before tax	13,283	11,458	7,283	43,323	21,916
Profit after tax	9,815	8,852	5,199	32,764	16,120
Total comprehensive income	9,777	8,852	5,202	32,726	16,123

(Rs. in lakhs)

Particulars	Consolidated				
	Quarter ended			Year ended	
	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Revenue from operations	83,584	75,311	61,384	2,91,380	2,15,968
Profit before tax	13,319	11,430	6,804	43,394	23,375
Profit after tax	9,845	8,824	4,715	32,820	17,299
Total comprehensive income	9,788	8,874	4,717	32,796	17,301

For Action Construction Equipment Limited

Place: Faridabad
Date: May 21, 2024

Vijay Agarwal
Chairman & Managing Director

Action Construction Equipment Limited

CIN : L74899HR1995PLC053860

Registered office: Dudhola Link Road, Dudhola, District Palwal, Haryana - 121102, India
Ph.: 01275-280111 (50 lines), Fax: 01275-280133. E-mail: cs@ace-cranes.com, Web.: www.ace-cranes.com

9. Balance Sheet as at 31 March 2024

(Rs. in lakhs)

Particulars	Standalone		Consolidated	
	As at 31 Mar 2024	As at 31 March 2023	As at 31 Mar 2024	As at 31 March 2023
	Audited	Audited	Audited	Audited
ASSETS				
Non-current assets				
Property, plant and equipment	55,443	46,729	55,954	47,228
Capital work in progress	4,364	2,442	4,364	2,442
Investment property	1,637	1,152	1,637	1,152
Right-of-use assets	34	70	52	116
Intangible assets	313	249	313	249
Financial assets				
(i) Investments	23,386	14,611	22,453	13,674
(ii) Other financial assets	1,091	3,476	1,098	3,482
Income tax assets (net)	40	68	41	67
Deferred tax assets (net)	-	-	61	-
Other non-current assets	3,596	416	3,671	416
Total non-current assets (A)	89,904	69,213	89,644	68,826
Current assets				
Inventories	55,149	41,742	55,340	41,854
Financial assets				
(i) Investments	36,957	21,191	36,958	21,191
(ii) Trade receivables	16,569	16,909	16,431	16,934
(iii) Cash and cash equivalents	3,269	499	4,821	2,148
(iv) Bank balances other than (iii) above	6,215	2,742	6,220	2,747
(v) Loans	83	66	83	66
(vi) Other financial assets	940	775	940	778
Other current assets	6,453	5,394	6,484	5,430
Total current assets (B)	1,25,635	89,318	1,27,277	91,148
Total assets [A+B]	2,15,539	1,58,531	2,16,921	1,59,974
EQUITY AND LIABILITIES				
Equity				
Equity share capital	2,382	2,382	2,382	2,382
Other equity	1,19,598	88,535	1,20,602	89,474
Equity attributable to the owners of the Company	1,21,980	90,917	1,22,984	91,856
Non-controlling interests	-	-	166	162
Total equity (A)	1,21,980	90,917	1,23,150	92,018
Liabilities				
Non-current liabilities				
Financial liabilities				
(i) Lease liabilities	22	47	22	69
Provisions	315	263	322	266
Deferred tax liabilities (net)	963	1,389	970	1,334
Total non-current liabilities (B)	1,300	1,699	1,314	1,669
Current liabilities				
Financial liabilities				
(i) Borrowings	388	621	388	620
(ii) Lease liabilities	15	28	36	55
(iii) Trade payables				
a) Total outstanding dues of micro enterprises and small enterprises	8,605	12,036	8,605	12,036
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	60,162	37,850	60,190	38,057
(iv) Other financial liabilities	4,127	2,294	4,141	2,310
Other current liabilities	17,883	12,838	18,014	12,958
Provisions	380	248	381	251
Current tax liabilities (net)	699	-	702	-
Total current liabilities (C)	92,259	65,915	92,457	66,287
Total equity and liabilities [A+B+C]	2,15,539	1,58,531	2,16,921	1,59,974

For Action Construction Equipment Limited

Place: Faridabad
Date: May 21, 2024

Vijav Agarwal
Chairman & Managing Director

Action Construction Equipment Limited

CIN : L74899HR1995PLC053860

Registered office: Dudhola Link Road, Dudhola, District Palwal, Haryana - 121102, India

Ph.: 01275-280111 (50 lines), Fax: 01275-280133. E-mail: cs@ace-cranes.com, Web.: www.ace-cranes.com

10. Statement of Cash Flows for the year ended 31 March 2024

(Rs. in lakhs)

Particulars	Standalone		Consolidated	
	For the year ended 31 Mar 2024	For the year ended 31 Mar 2023	For the year ended 31 Mar 2024	For the year ended 31 Mar 2023
	Audited	Audited	Audited	Audited
Cash flows from operating activities				
Profit before tax	43,323	21,916	43,394	23,375
Adjustments to reconcile profit before tax to net cash flows:				
Depreciation and amortisation expense	2,289	1,766	2,324	1,800
Loss/ (Gain) on disposal of property, plant and equipment (net)	49	(119)	49	(1,986)
Gain on modification of lease	(1)	-	(1)	-
Loss allowance for capital advances	-	473	-	473
Unrealised foreign exchange fluctuation	2	(7)	2	(6)
Interest income on financial assets measured at amortised cost	(1,950)	(790)	(2,034)	(856)
Interest income earned on finance lease receivables	(64)	(139)	(65)	(139)
Dividend received	(40)	(7)	(40)	(7)
Gain on investments carried at fair value through profit or loss	(4,242)	(467)	(4,242)	(467)
Rental income	(97)	(71)	(97)	(71)
Finance costs	2,314	1,024	2,317	1,029
Share based payment expenses	73	-	73	-
Impairment losses on financial assets	1,523	2,188	1,523	2,188
Warranty expenses	394	303	394	305
Provision / liabilities not longer required written back	(631)	(324)	(631)	(324)
Provision for rejection and non-moving inventory	1,494	336	1,494	336
Operating profit before working capital changes	44,436	26,082	44,460	25,650
Working capital adjustments:				
(Increase) in trade receivables	(1,174)	(124)	(1,011)	(221)
(Increase) in inventories	(14,901)	(8,831)	(14,980)	(8,853)
(Increase)/ Decrease in loans	(17)	12	(17)	12
(Increase)/ Decrease in other financial assets	976	(1,627)	976	(1,617)
(Increase)/ Decrease in other current assets	(1,048)	1,487	(1,043)	1,063
Increase in trade payables	18,973	8,960	18,795	9,115
(Decrease) in provisions	(259)	(195)	(258)	(196)
Increase in other financial liabilities	1,580	313	1,579	193
Increase in other current liabilities	5,094	8,725	5,105	8,773
Cash generated from operating activities	53,660	34,802	53,606	33,919
Income taxes paid (net of refunds)	(10,245)	(6,176)	(10,263)	(6,492)
Net cash from operating activities (A)	43,415	28,626	43,343	27,427
Cash flows from investing activities				
Purchase of property, plant and equipment, intangible assets and capital advances paid	(17,411)	(7,742)	(17,505)	(7,387)
Proceeds from disposal of property, plant and equipment	977	1,544	977	3,749
Purchase of investments	(55,884)	(52,749)	(55,884)	(52,507)
Proceeds from sale of investments	36,011	36,032	36,011	36,032
Investment in bank deposits	(4,213)	(3,990)	(4,214)	(5,863)
Proceeds from redemption of bank deposits	2,120	1,384	2,120	3,154
Interest income received	1,453	844	1,535	994
Dividend received	40	7	40	7
Rental income	97	71	97	71
Net cash used in investing activities (B)	(36,810)	(24,599)	(36,823)	(21,750)
Cash flows from financing activities				
Repayment of current borrowings	(64,052)	(53,073)	(64,052)	(53,073)
Proceeds from short-term borrowings	63,820	50,769	63,820	50,769
Payment of principal portion of lease liabilities	(26)	(35)	(55)	(65)
Finance cost paid	(1,839)	(1,017)	(1,841)	(1,017)
Purchase of treasury shares during the year	(547)	-	(547)	-
Payment of final dividend	(1,191)	(715)	(1,191)	(715)
Net cash used in financing activities (C)	(3,835)	(4,071)	(3,866)	(4,101)
Effect of Exchange difference on translation of foreign currency (D)	-	-	19	-
Net increase/(decrease) in cash and cash equivalents (A+B+C+D)	2,770	(44)	2,673	1,576
Cash and cash equivalents at the beginning of the year	499	543	2,148	572
Cash and cash equivalents at the end of the year	3,269	499	4,821	2,148
Components of cash and cash equivalents at the end of the year				
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023
Cash on hand	23	29	26	30
Balance with banks:				
On current accounts	1,346	470	1,416	529
On deposits with original maturity of less than three months	1,900	-	3,379	1,589
Cash and cash equivalents at the end of the year	3,269	499	4,821	2,148

The Statement of Cash Flows has been prepared in accordance with 'Indirect method' as set out in the Ind AS - 7 'Statement of Cash Flows'.

For Action Construction Equipment Limited

Place: Faridabad
Date: May 21, 2024

Vijay Agarwal
Chairman & Managing Director

11 Statement of segment information for the quarter and year ended 31 March 2024

(Rs. in lakhs)

Particulars	Standalone					Consolidated				
	Quarter ended			Year ended		Quarter ended			Year ended	
	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 December 2023	31 March 2023	31 March 2024	31 March 2023
	Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1 Segment revenue										
a) Cranes	65,121	55,215	43,629	2,10,459	1,52,785	65,126	55,211	43,734	2,10,685	1,52,954
b) Construction Equipment	9,554	9,034	8,085	38,621	24,946	9,554	9,034	8,085	38,621	24,946
c) Material Handling	4,919	4,830	5,133	18,369	16,914	4,919	4,830	5,133	18,369	16,914
d) Agriculture Equipment*	3,985	6,236	4,432	23,705	21,154	3,985	6,236	4,432	23,705	21,154
Revenue from operations	83,579	75,315	61,279	2,91,154	2,15,799	83,584	75,311	61,384	2,91,380	2,15,968
2 Depreciation and amortisation expense										
a) Cranes	342	272	245	1,138	951	350	280	252	1,168	980
b) Construction Equipment	24	23	20	86	85	24	23	20	86	85
c) Material Handling	3	3	2	11	8	3	3	2	11	8
d) Agriculture Equipment	31	31	30	124	116	31	31	30	124	116
e) Unallocated expense	262	251	194	930	606	263	252	195	935	611
	662	580	491	2,289	1,766	671	589	499	2,324	1,800
3 Segment results										
a) Cranes	11,523	8,966	6,103	34,296	19,508	11,552	8,951	6,388	34,333	19,382
b) Construction Equipment	1,222	1,057	1,124	4,959	2,351	1,222	1,057	1,124	4,959	2,351
c) Material Handling	643	787	601	2,425	2,085	643	787	601	2,425	2,085
d) Agriculture Equipment	(12)	240	117	892	541	(12)	240	117	892	541
Total (A)	13,376	11,050	7,945	42,572	24,485	13,405	11,035	8,230	42,609	24,359
Add: Other Income (B)	2,062	2,290	776	7,619	2,224	2,092	2,297	312	7,710	4,112
Less: Finance costs (C)	1,069	551	337	2,314	1,024	1,070	552	338	2,317	1,029
Less: Other unallocable expenditure (D)	1,086	1,331	1,101	4,554	3,769	1,108	1,350	1,400	4,608	4,067
Profit before tax (A+B-C-D)	13,283	11,458	7,283	43,323	21,916	13,319	11,430	6,804	43,394	23,375
4 Segment assets										
a) Cranes	81,726	81,153	69,306	81,726	69,306	82,009	81,317	69,268	82,009	69,268
b) Construction Equipment	18,797	21,012	12,860	18,797	12,860	18,797	21,012	12,860	18,797	12,860
c) Material Handling	4,468	5,345	4,447	4,468	4,447	4,468	5,345	4,447	4,468	4,447
d) Agriculture Equipment	17,467	20,930	12,379	17,467	12,379	17,467	20,930	12,379	17,467	12,379
e) Unallocated	93,081	73,603	59,539	93,081	59,539	94,180	74,658	61,020	94,180	61,020
Total assets	2,15,539	2,02,043	1,58,531	2,15,539	1,58,531	2,16,921	2,03,262	1,59,974	2,16,921	1,59,974
5 Segment liabilities										
a) Cranes	68,259	55,714	41,241	68,259	41,241	68,460	55,815	41,390	68,460	41,390
b) Construction Equipment	10,434	11,035	11,341	10,434	11,341	10,434	11,035	11,341	10,434	11,341
c) Material Handling	4,437	4,331	3,514	4,437	3,514	4,437	4,331	3,514	4,437	3,514
d) Agriculture Equipment	7,410	7,702	8,593	7,410	8,593	7,410	7,702	8,593	7,410	8,593
e) Unallocated	3,019	11,132	2,925	3,019	2,925	3,030	11,088	3,118	3,030	3,118
Total liabilities	93,559	89,914	67,614	93,559	67,614	93,771	89,971	67,956	93,771	67,956

*This excludes intersegment revenue of Rs. 301 lakhs and Rs. 1,012 lakhs for quarter ended 31 March 2024 and year ended 31 March 2024 respectively [(Rs. 869 lakhs and Rs. 2,426 lakhs for quarter ended 31 March 2023 and year ended 31 March 2023 respectively) and (Rs. 401 lakhs for quarter ended 31 December 2023)] for standalone and consolidated financial results.

For Action Construction Equipment Limited

Place: Faridabad
Date: May 21, 2024

Vijay Agarwal
Chairman & Managing Director

Independent Auditor's Report

To the Board of Directors of Action Construction Equipment Limited Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of Action Construction Equipment Limited (hereinafter referred to as the "Company") for the year ended 31 March 2024, attached herewith, (in which are included financial statements of Action Construction Equipment Limited Employees Welfare Trust (hereinafter referred to as the "Employee welfare trust/Trust")) being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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 and based on the consideration of the report of other independent auditor on separate audited financial statements of the employee welfare trust, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information for the year ended 31 March 2024.

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 Standalone Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, along with the consideration of report of other independent auditor referred to in sub paragraph (a) of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

Management's and Board of Directors'/Board of Trustees' Responsibilities for the Standalone Annual Financial Results

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

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the company/Board of Trustees of the trust are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of company/trust and for preventing and detecting

Registered Office:

Independent Auditor's Report (Continued)

Action Construction Equipment Limited

frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual 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 annual financial results, the respective Management and the Board of Directors/Board of Trustees are responsible for assessing each company/trust 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/Board of Trustees either intends to liquidate the company/trust or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors/Board of Trustees are responsible for overseeing the financial reporting process of each company/trust.

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

Our objectives are to obtain reasonable assurance about whether the standalone annual 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 annual 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 annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the employee welfare trust of the Company to express an opinion on the standalone annual financial results. For the employee welfare trust included in the standalone annual financial results, which has been audited

Independent Auditor's Report (Continued)
Action Construction Equipment Limited

by other independent auditor, such other independent auditor remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described sub paragraph (a) of the "Other Matters" paragraph in this audit report.

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

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

Other Matters

- a. The standalone annual financial results include the audited financial statements of employee welfare trust, whose financial statements reflect total assets (before consolidation adjustments) of Rs. 549 lakhs as at 31 March 2024, total revenue (before consolidation adjustments) of Rs. NIL, total net loss after tax (before consolidation adjustments) of Rs. 2 lakhs, and net cash inflows (before consolidation adjustments) of Rs. 3 lakhs for the year ended on that date, as considered in the standalone annual financial results, which has been audited by other independent auditor. The other independent auditor's report on financial statements of this employee welfare trust has been furnished to us by the management.

Our opinion on the standalone annual financial results, in so far as it relates to the amounts and disclosures included in respect of this employee welfare trust, is based solely on the report of such other independent auditor.

Our opinion is not modified in respect of this matter.

- b. The standalone annual financial results include the results for the quarter ended 31 March 2024 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.

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

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Kunal Kapur

Partner

Faridabad

Membership No.: 509209

21 May 2024

UDIN:24509209BKEPUJ4365

Independent Auditor's Report

To the Board of Directors of Action Construction Equipment Limited Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of Action Construction Equipment Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2024, attached herewith, (in which are included financial statements of Action Construction Equipment Limited Employees Welfare Trust (hereinafter referred to as the Employee welfare trust/Trust)) being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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 and based on the consideration of reports of other independent auditors on separate audited financial statements of the subsidiary and employee welfare trust, the aforesaid consolidated annual financial results:

a. include the annual financial results of the following entities:

Parent Company:

1. Action Construction Equipment Limited

Subsidiaries:

1. SC Forma SA (under liquidation)

2. Crane Kraft India Private Limited

3. Namo Metals (Partnership firm)

4. Action Construction Equipment Limited Employees Welfare Trust

b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net profit and other comprehensive loss and other financial information of the Group for the year ended 31 March 2024.

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 Annual Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, along with the consideration of reports of the other independent auditors referred to in sub paragraph (a) of the "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

Registered Office:

Independent Auditor's Report (Continued)
Action Construction Equipment Limited

Management's and Board of Directors'/Board of Trustees'/Designated Partners' Responsibilities for the Consolidated Annual Financial Results

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

The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the companies/Board of Trustees of the trust/Designated Partners of the partnership firm 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 each company/trust/partnership firm and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual 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 annual financial results by the Management and the Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the companies/Board of Trustees of the trust/Designated Partners of the partnership firm included in the Group are responsible for assessing the ability of each company/trust/partnership firm 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/Board of Trustees/Designated Partners either intends to liquidate the company/trust/partnership firm or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies/Board of Trustees of the trust/Designated Partners of the partnership firm included in the Group is responsible for overseeing the financial reporting process of each company/trust/partnership firm.

Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results

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

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

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

Independent Auditor's Report (Continued)
Action Construction Equipment Limited

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 annual 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 consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial result/statements of the entity within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial result/statements of such entity included in the consolidated annual financial results of which we are the independent auditor. For the other entities included in the consolidated annual financial results, which have been audited by other independent auditors, such other independent auditors remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in sub paragraph (a) of the "Other Matters" paragraph in this audit report.

We communicate with those charged with governance of the Holding Company 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 No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

- a. The consolidated annual financial results include the audited financial statements of one subsidiary and one employee welfare trust, whose financial statements reflects total assets (before consolidation adjustments) of Rs. 1,193 lakhs as at 31 March 2024, total revenue (before consolidation adjustments) of Rs. 2,962 lakhs, total net profit after tax (before consolidation adjustments) of Rs. 38 lakhs and net cash inflows (before consolidation adjustments) of Rs 43 lakhs for the year ended on that date, as considered in the consolidated annual financial results, which have been audited by their respective other independent auditors. The other independent auditor's reports on financial statements of these entities have been furnished to us by the management.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the reports of such other independent auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other independent auditors.

- b. The consolidated annual financial results include the unaudited financial information of two subsidiaries, whose financial information reflects total assets (before consolidation adjustments) of Rs. 1,976 lakhs as at 31 March 2024, total revenue (before consolidation adjustments) of Rs. 128

Independent Auditor's Report (Continued)
Action Construction Equipment Limited

lakhs, total net profit after tax (before consolidation adjustments) of Rs. 36 lakhs and net cash outflows (before consolidation adjustments) of Rs 137 lakhs for the year ended on that date, as considered in the consolidated annual financial results. These unaudited financial information have been furnished to us by the Board of Directors.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such financial information. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial information are not material to the Group.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to the financial information certified by the Board of Directors.

- c. The consolidated annual financial results include the results for the quarter ended 31 March 2024 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.

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

Chartered Accountants

Firm's Registration No.:101248W/W-100022

Kunal Kapur

Partner

Faridabad

21 May 2024

Membership No.: 509209

UDIN:24509209BKEPUK8744

Action Construction Equipment Ltd.

Corporate & Regd. Office

Dudhola Link Road, Dudhola, Distt. Palwal - 121102, Haryana, India



Date: 21st May, 2024

To,

**The Manager Listing
BSE Limited
5th Floor, P.J. Towers,
Dalal Street,
Mumbai-400 001**

Scrip Code: 532762

**The Manager Listing
National Stock Exchange of India Ltd
Exchange Plaza,
Bandra Kurla Complex, Bandra(E),
Mumbai-400 051**

CM Quote: ACE

Subject: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016 w.r.t. Audit Report with unmodified opinion.

Dear Sir/Madam,

I, Rajan Luthra, Chief Financial Officer, Action Construction Equipment Limited (CIN: L74899HR1995PLC053860) having its Registered Office at Dudhola Link Road, Dudhola, Distt. Palwal-121102, Haryana, hereby declare that, the Statutory Auditors of the Company, M/s **B S R & Co. LLP**, Chartered Accountants (Firm Registration No. 101248W/W-100022) have issued an Audit Report with unmodified opinion on the Annual Audited Financial Results of the Company (Standalone & Consolidated) for the year ended 31st March, 2024.

This declaration is given pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016.

This is for your information and records please.

Thanking you

For Action Construction Equipment Limited

Rajan Luthra

**Rajan Luthra
(Chief Financial Officer)**

