



email : info@mtar.in website : www.mtar.in

CIN No : L72200TG1999PLC032836

To,

Date: 10-Feb-2022

<b>The Manager BSE Limited P. J. Towers, Dalal Street Mumbai-400001 (BSE Scrip Code:543270)</b>	<b>The Manager, NSE Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai- 400051. (NSE Symbol: MTARTECH)</b>
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Dear Sir/ Madam,

**Sub: Approval of Unaudited Standalone and Consolidated Financial Results for the Quarter and Nine Months ended December 31, 2021**

With reference to the subject cited, this is to inform the Exchange that the Board of Directors of MTAR Technologies Limited at its meeting held on Thursday, 10<sup>th</sup> February, 2022 at 03:30 p.m. through Video Conference approved the Un-Audited Financial Results (Standalone and Consolidated) for Quarter and Nine Months ended December 31, 2021. Same are enclosed herewith.

The meeting of the Board of Directors commenced at 03:30 P.M and concluded at 06:00 P.M.

This is for your information and records.

**For MTAR Technologies Limited**



**Shubham Sunil Bagadia  
Company Secretary & Compliance Officer  
M. No. A55748**

**MTAR Technologies Limited**

CIN: L72200TG1999PLC032836

Registered office: 18, Technocrats Industrial Estate, Balanagar, Hyderabad, Telangana 500037

Ph.: 040 4455 3333, E-mail: info@mtar.in; Website: www.mtar.in

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED DECEMBER 31, 2021**

(Amounts in INR in millions)

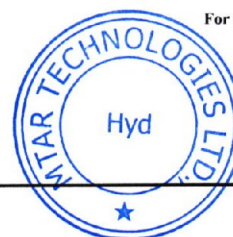
S. No.	Particulars	Quarter ended			Nine months period ended		Year ended
		31-Dec-21 (Unaudited)	30-Sep-21 (Unaudited)	31-Dec-20 (Unaudited) (refer note 2)	31-Dec-21 (Unaudited)	31-Dec-20 (Audited)	31-Mar-21 (Audited)
<b>1</b>	<b>Income</b>						
(a)	Revenue from contracts with customers	780.96	912.97	552.42	2,234.26	1,772.68	2,464.32
(b)	Other income	11.45	25.74	1.41	63.12	7.23	13.10
	<b>Total income</b>	<b>792.41</b>	<b>938.71</b>	<b>553.83</b>	<b>2,297.38</b>	<b>1,779.91</b>	<b>2,477.42</b>
<b>2</b>	<b>Expenses</b>						
(a)	Cost of materials consumed	404.07	301.30	225.64	1,033.99	748.07	1,017.54
(b)	Change in inventory of finished goods and work in progress	(133.03)	57.50	(52.83)	(254.19)	(64.10)	(216.01)
(c)	Employee benefit expenses	171.52	168.26	138.60	498.46	374.37	530.40
(d)	Other expenses	110.24	91.53	65.81	288.76	184.07	301.47
(e)	Depreciation and amortisation expenses	37.02	35.16	32.62	105.56	93.25	125.57
(f)	Finance costs	15.15	13.90	19.67	40.82	48.29	70.01
	<b>Total expenses</b>	<b>604.97</b>	<b>667.65</b>	<b>429.51</b>	<b>1,713.40</b>	<b>1,383.95</b>	<b>1,828.98</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>187.44</b>	<b>271.06</b>	<b>124.32</b>	<b>583.98</b>	<b>395.96</b>	<b>648.44</b>
<b>4</b>	<b>Tax expense</b>						
(a)	Current tax	50.85	46.28	21.67	121.58	70.94	110.25
(b)	Deferred tax charge	3.47	34.23	14.09	51.64	44.33	76.36
(c)	Adjustment of tax relating to earlier year	-	-	-	-	-	1.00
	<b>Total tax expense</b>	<b>54.32</b>	<b>80.51</b>	<b>35.76</b>	<b>173.22</b>	<b>115.27</b>	<b>187.61</b>
<b>5</b>	<b>Net profit for the period (3-4)</b>	<b>133.12</b>	<b>190.55</b>	<b>88.56</b>	<b>410.76</b>	<b>280.69</b>	<b>460.83</b>
<b>6</b>	<b>Items of other comprehensive income (net of tax)</b>						
	Items that will not be reclassified to statement of profit and loss	(1.02)	(1.51)	(0.22)	(4.05)	5.04	(6.07)
	<b>Total other comprehensive loss for the period (net of tax)</b>	<b>(1.02)</b>	<b>(1.51)</b>	<b>(0.22)</b>	<b>(4.05)</b>	<b>5.04</b>	<b>(6.07)</b>
<b>7</b>	<b>Total comprehensive income for the period (net of tax) (5+6)</b>	<b>132.10</b>	<b>189.04</b>	<b>88.34</b>	<b>406.71</b>	<b>285.73</b>	<b>454.76</b>
<b>8</b>	<b>Paid - up equity share capital (face value INR. 10 per share)</b>	<b>307.59</b>	<b>307.59</b>	<b>267.59</b>	<b>307.59</b>	<b>267.59</b>	<b>307.59</b>
<b>9</b>	<b>Other equity</b>						<b>4,459.98</b>
<b>10</b>	<b>Earnings per share</b>						
	(Nominal value of INR. 10 each) (not annualised)						
	- Basic (INR.)	4.32	6.20	3.31	13.35	10.49	17.00
	- Diluted (INR.)	4.32	6.20	3.31	13.35	10.49	17.00

**Notes:**


- The above Standalone financial results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on February 10, 2022.
- The Standalone financial results for the preceding quarter ended December 31, 2020 have been prepared solely based on the information compiled by the management, but have not been subject to audit or review by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the Standalone financial results for the period provide a true and fair view of the Company's affairs.
- The details of utilization of IPO proceeds and pre-IPO placement are as follows:

Particulars	Objects of the issue as per Prospectus	Utilisation upto December 31, 2021	Unutilised amount as on December 31, 2021
Repayment / prepayment in full or in part of borrowings availed by the Company	630.00	624.37	5.63
Funding for working capital requirements	950.00	619.28	330.72
General corporate purposes	549.23	331.21	218.02
<b>Total utilised/un-utilised funds</b>	<b>2,129.23</b>	<b>1,574.86</b>	<b>554.37</b>

- IPO Proceeds which were unutilised as at December 31, 2021 were temporarily invested in deposits with Monitoring agency account and IPO Escrow Account.
- The Company's business activity falls within a single line of business segment, in terms of Ind AS 108 "Operating Segments".
- The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- The Company is closely monitoring the impact of COVID-19 pandemic on all aspects of its business, including how it will impact its customers, employees, vendors and business partners. The Company based on the information available to date, both internal and external, considered the uncertainty relating to the COVID-19 pandemic in assessing its impact. Based on the current estimates, the Company expects to fully recover the carrying amount of assets and does not foresee any significant material adverse impact on its operations. As the outbreak continues to evolve, the Company will continue to closely monitor any material changes to future economic condition.
- The Board of Directors in their meeting held on February 10, 2022 have recommended an interim dividend of INR 3.00 per equity share.
- Previous period figures have been regrouped/reclassified wherever necessary to conform to current period classification.

 Place: Hyderabad  
 Date : February 10, 2022


For and on behalf of the Board of Directors

  
 (Parvat Srinivas Reddy)  
 Managing Director  
 DIN: 00359139

(page 1 of 2)



**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****Review Report to  
The Board of Directors  
MTAR Technologies Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of MTAR Technologies Limited (the "Company") for the quarter ended December 31, 2021 and year to date from April 01, 2021 to December 31, 2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. 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 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.
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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# **S.R. BATLIBOI & ASSOCIATES LLP**

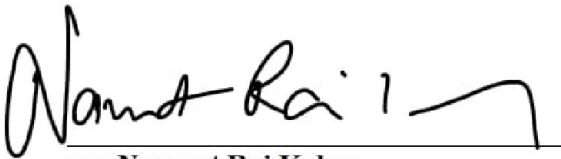
Chartered Accountants

5. Attention is drawn to the fact that the figures for the financial result for the corresponding quarter ended December 31, 2020 as reported in the unaudited standalone financial results have been solely based on the information compiled by the management, but have not been subject to audit or review.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

**ICAI Firm registration number: 101049W/E300004**



**per Navneet Rai Kabra**

Partner

Membership No.: 102328

UDIN: 22102328ABDLMK7253



Place: Hyderabad

Date: February 10, 2022



**MTAR Technologies Limited**

CIN: L72200TG1999PLC032836

Registered office: 18, Technocrats Industrial Estate, Balanagar, Hyderabad, Telangana 500037

Ph.: 040 4455 3333, E-mail: info@mtar.in; Website: www.mtar.in

**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS PERIOD ENDED DECEMBER 31, 2021**

(Amounts in INR in millions)

S. No.	Particulars	Quarter ended			Nine months period ended		Year ended
		31-Dec-21 (Unaudited)	30-Sep-21 (Unaudited)	31-Dec-20 (Unaudited) (refer note 2)	31-Dec-21 (Unaudited)	31-Dec-20 (Audited)	31-Mar-21 (Audited)
<b>1</b>	<b>Income</b>						
(a)	Revenue from contracts with customers	780.96	912.97	552.42	2,234.26	1,772.68	2,464.32
(b)	Other income	11.45	25.74	1.41	63.12	7.23	13.10
	<b>Total income</b>	<b>792.41</b>	<b>938.71</b>	<b>553.83</b>	<b>2,297.38</b>	<b>1,779.91</b>	<b>2,477.42</b>
<b>2</b>	<b>Expenses</b>						
(a)	Cost of materials consumed	404.07	301.30	225.64	1,033.99	748.07	1,017.54
(b)	Change in inventory of finished goods and work in progress	(133.03)	57.50	(52.83)	(254.19)	(64.10)	(216.01)
(c)	Employee benefit expenses	171.52	168.26	138.60	498.46	374.37	530.40
(d)	Other expenses	110.27	91.54	65.86	288.81	184.19	301.64
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(f)	Finance costs	15.15	13.90	19.67	40.82	48.29	70.01
	<b>Total expenses</b>	<b>605.00</b>	<b>667.66</b>	<b>429.56</b>	<b>1,713.45</b>	<b>1,384.07</b>	<b>1,829.15</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>187.41</b>	<b>271.05</b>	<b>124.27</b>	<b>583.93</b>	<b>395.84</b>	<b>648.27</b>
<b>4</b>	<b>Tax expense</b>						
(a)	Current tax	50.85	46.28	21.67	121.58	70.94	110.25
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(c)	Adjustment of tax relating to earlier year	-	-	-	-	-	1.00
	<b>Total tax expense</b>	<b>54.32</b>	<b>80.51</b>	<b>35.76</b>	<b>173.22</b>	<b>115.27</b>	<b>187.61</b>
<b>5</b>	<b>Net profit for the period (3-4)</b>	<b>133.09</b>	<b>190.54</b>	<b>88.51</b>	<b>410.71</b>	<b>280.57</b>	<b>460.66</b>
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	Items that will not be reclassified to statement of profit and loss	(1.02)	(1.51)	(0.22)	(4.05)	5.04	(6.07)
	<b>Total other comprehensive loss for the period (net of tax)</b>	<b>(1.02)</b>	<b>(1.51)</b>	<b>(0.22)</b>	<b>(4.05)</b>	<b>5.04</b>	<b>(6.07)</b>
<b>7</b>	<b>Total comprehensive income for the period (net of tax) (5+6)</b>	<b>132.07</b>	<b>189.03</b>	<b>88.29</b>	<b>406.66</b>	<b>285.61</b>	<b>454.59</b>
<b>8</b>	<b>Paid - up equity share capital (face value INR 10 per share)</b>	<b>307.59</b>	<b>307.59</b>	<b>267.59</b>	<b>307.59</b>	<b>267.59</b>	<b>307.59</b>
<b>9</b>	<b>Other equity</b>						<b>4,459.81</b>
<b>10</b>	<b>Earnings per share</b> (Nominal value of INR. 10 each) (not annualised)						
	- Basic (INR.)	4.32	6.20	3.31	13.35	10.49	16.99
	- Diluted (INR.)	4.32	6.20	3.31	13.35	10.49	16.99

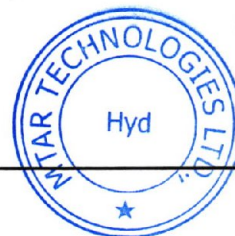
**Notes:**

- The above Consolidated financial results have been reviewed by the Audit committee and approved by the Board of Directors at their meetings held on February 10, 2022.
- The Consolidated financial results for the preceding quarter ended December 31, 2020 have been prepared solely based on the information compiled by the management, but have not been subject to audit or review by the statutory auditors. However, the management has exercised necessary due diligence to ensure that the Consolidated financial results for the period provide a true and fair view of the Group's affairs.
- The details of utilization of IPO proceeds and pre-IPO placement are as follows:

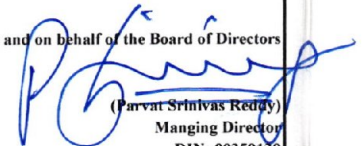
Particulars	Objects of the issue as per Prospectus	Utilisation upto December 31, 2021	Unutilised amount as on December 31, 2021
Repayment / prepayment in full or in part of borrowings availed by the Company	630.00	624.37	5.63
Funding for working capital requirements	950.00	619.28	330.72
General corporate purposes	549.23	331.21	218.02
<b>Total utilised/un-utilised funds</b>	<b>2,129.23</b>	<b>1,574.86</b>	<b>554.37</b>

IPO Proceeds which were unutilised as at December 31, 2021 were temporarily invested in deposits with Monitoring agency account and IPO Escrow Account.

- The Group's business activity falls within a single line of business segment, in terms of Ind AS 108 "Operating Segments".
- The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- The Group is closely monitoring the impact of COVID-19 pandemic on all aspects of its business, including how it will impact its customers, employees, vendors and business partners. The Group based on the information available to date, both internal and external, considered the uncertainty relating to the COVID-19 pandemic in assessing its impact. Based on the current estimates, the Group expects to fully recover the carrying amount of assets and does not foresee any significant material adverse impact on its operations. As the outbreak continues to evolve, the Group will continue to closely monitor any material changes to future economic condition.
- The Board of Directors in their meeting held on February 10, 2022 have recommended an interim dividend of INR 3.00 per equity share.
- Previous period figures have been regrouped/reclassified wherever necessary to conform to current period classification.

 Place: Hyderabad  
 Date : February 10, 2022


For and on behalf of the Board of Directors



 (Parvat Srinivas Reddy)  
 Managing Director  
 DIN: 00359139

(page 2 of 2)



**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
MTAR Technologies Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of MTAR Technologies Limited (the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended December 31, 2021 and year to date from April 01, 2021 to December 31, 2021 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. 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 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 No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entity:
  - MTAR Technologies Limited – Holding Company
  - Magnatar Aero Systems Private Limited – Subsidiary Company





# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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 recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of:
  - One subsidiary, whose unaudited interim financial results include total revenues of Rs Nil and Rs. Nil, total net loss after tax of Rs. 0.03 million and Rs. 0.05 million, total comprehensive loss of Rs. 0.03 million and Rs. 0.05 million for the quarter ended December 31, 2021 and for the period from April 01, 2021 to December 31, 2021 respectively, as considered in the Statement, which have been reviewed by its independent auditor.

The independent auditor's review report on interim financial results and other financial information of the entity has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of the subsidiary, is based solely on the report of such auditor and procedures performed by us as stated in paragraph 3 above.

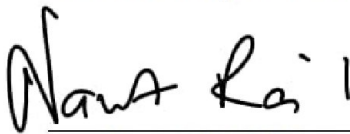
Our conclusion on the Statement in respect of matters stated in para 6 above is not modified with respect to our reliance on the work done and the report of the other auditor.

7. Attention is drawn to the fact that the figures for the financial result for the corresponding quarter ended December 31, 2020 as reported in the unaudited consolidated financial results have been solely based on the information compiled by the management, but have not been subject to audit or review.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per Navneet Rai Kabra

Partner

Membership No.: 102328

UDIN: 22102328ABDNFU4725



Place: Hyderabad

Date: February 10, 2022