

August 12, 2021

To,
Corporate Relations Department
Bombay Stock Exchange Limited
2nd Floor, P.J. Towers,
Dalal Street,
Mumbai - 400 001
SCRIP CODE : 543288

To,
Corporate Relations Department
National Stock Exchange of India Ltd.
Exchange Plaza, Plot No. C/1, G-Block,
Bandra Kurla Complex, Bandra (E),
Mumbai - 400 051.
SYMBOL : DEEPINDS

Dear Sir/ Madam,

**Sub: Outcome of the Board meeting held on today i.e. August 12, 2021
Unaudited Financial Results (Standalone & Consolidated) of the Company for the quarter ended
June 30, 2021.**

**Ref: Regulation 30 read with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements)
Regulations, 2015 ('SEBI (LODR) Regulation).**

With reference to subject matters, we hereby inform you that Board of Directors of the Company at its meeting held on today i.e. August 12, 2021 inter-alia transacted following businesses;

1. Approval of Unaudited Financial Results (Standalone and Consolidated) for the quarter ended on June 30, 2021. Pursuant to Regulation 30 and 33 of the SEBI (LODR) Regulations, we enclose herewith the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter ended June 30, 2021 along with the Limited Review Report of M/s Dhirubhai Shah & Co LLP, Statutory Auditors of the Company.
2. Consider option for raising of funds subject to the approval of the Shareholders at the ensuing AGM for an amount upto ₹150 Crores (Rupees One Hundred Fifty Crores) through issuance of securities including equity shares and/or other securities convertible into equity shares including through public issue / on a private placement basis / preferential issue or any other kind of issue by way of further public offer or right issue or including through a Qualified Institutional Placement ("QIP) / Qualified Institutional Buyers ("QIBs") / Foreign Currency Convertible Bonds ("FCCBs") / any other financial instruments convertible into Equity Shares (including warrants, or otherwise, in registered or bearer form).

Further, Press Release dated August 12, 2021 on the Unaudited Financial Results of the Company for the quarter ended on June 30, 2021 is enclosed herewith.

The meeting of Board of Directors commenced at 5.00 p.m. and concluded at 6.45 p.m.

You are requested to take the same on your records.

Thanking you,
Yours faithfully,

**For, Deep Industries Limited
(Formerly known as Deep CH4 Limited)**

R.D. Shah

**Roshni Shah
Company Secretary & Compliance Officer**



Encl: as above



DEEP INDUSTRIES LIMITED (Formerly Known as Deep CH4 Limited)
Regd.Off.: 12A & 14 Abhishree Corporate Park, Ambli Bopal Road, Ambli, Ahmedabad-380058
Tel: +91 2717 298510 M: +91 98256 00533 Fax: +91 2717 298520
Email: info@deepindustries.com Website: www.deepindustries.com
CIN: L14292GJ2006PLC049371





DEEP INDUSTRIES LIMITED

(Formerly known as Deep CH4 Limited)

REGI. OFFICE :12A &14, ABHISHREE CORPORATE PARK, AMBLI BOPAL ROAD, AMBLI, AHMEDABAD - 380058

Ph.: 02717-298510 Fax: 02717-298520, E-mail: cs@deepindustries.com; website:www.deepindustries.com, CIN:L14292GJ2006PLC049371

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 30TH JUNE, 2021

(Rs. In Lakhs except per share data)

Sr. No.	Particulars	Standalone				Consolidated			
		Quarter ended		Year ended		Quarter ended		Year ended	
		30-06-2021	31-03-2021	30-06-2020	31/03/2021	30-06-2021	31-03-2021	30-06-2020	31/03/2021
	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	Unaudited	Audited	
	(Refer Notes below)								
1	Income from Revenue								
	(a) Revenue from operations	6,786.43	5,173.95	4,004.63	17,845.14	7,101.01	6,055.80	4,325.18	19,370.55
	(b) Other Income	107.05	223.30	79.31	673.03	88.02	217.69	79.34	655.13
	Total Income	6,893.47	5,397.25	4,083.94	18,518.17	7,189.03	6,273.49	4,404.52	20,025.68
2	Expenses								
	a Cost of materials consumed	3,007.31	2,143.33	1,446.96	7,305.02	3,118.63	2,193.53	1,446.96	7,543.22
	b Purchase of stock-in-trade	-	-	-	-	-	-	-	-
	c Changes in inventories of Finished goods, work-in-progress and	(257.50)	(320.58)	(44.30)	(903.01)	(257.50)	136.27	(44.30)	(514.41)
	d Employee benefits expenses	530.07	446.53	458.93	2,174.37	649.68	645.22	556.32	2,660.36
	e Finance cost	141.64	185.68	284.79	922.94	144.26	186.40	294.96	936.33
	f Depreciation and amortization expenses	573.69	2,176.28	2,181.09	8,719.00	585.86	2,187.24	2,190.72	8,758.89
	g Other expenses	506.40	413.36	354.95	1,473.54	570.35	521.44	524.22	1,646.91
	Total Expenses	4,501.61	5,044.59	4,682.42	19,691.85	4,811.29	5,870.11	4,968.88	21,031.31
3	Profit / (Loss) from ordinary activities before exceptional items and tax	2,391.86	352.66	(598.49)	(1,173.68)	2,377.74	403.38	(564.36)	(1,005.62)
4	Exceptional items	-	-	-	-	-	-	-	-
5	Profit / (Loss) from ordinary activities before tax	2,391.86	352.66	(598.49)	(1,173.68)	2,377.74	403.38	(564.36)	(1,005.62)
6	Tax Expense								
	a Provision for taxation (net)	-	-	-	-	-	1.77	-	1.77
	b Earlier year tax provision (written back)	-	-	-	-	-	-	-	-
	c Provision for Deferred tax liability/(asset)	704.61	537.99	174.32	(7,489.51)	705.45	539.79	174.32	(7,487.72)
7	Net Profit / (Loss) for the period	1,687.26	(185.33)	(772.81)	6,315.83	1,672.29	(138.17)	(738.68)	6,480.32
	Net Profit attributable to:								
	a. Owners	1,687.26	(185.33)	(772.81)	6,315.83	1,672.13	(141.61)	(738.68)	6,476.88
	b. Non-controlling interest	-	-	-	-	0.16	3.44	-	3.44
8	Other comprehensive income / (expenses)								
	a. Items that will not be reclassified to profit or loss (net of tax)								
	Remeasurement gain / (loss) on employee benefits	-	(1.18)	-	(1.18)	-	(1.18)	-	(1.18)
	b. Items that will be reclassified to profit or loss (net of tax)								
	Gain / (loss) on fair valuation of financial instruments	1.02	0.75	-	1.63	1.02	0.75	-	1.63
9	Total comprehensive income for the period	1,688.28	(185.76)	(772.81)	6,316.28	1,673.31	(138.60)	(738.68)	6,480.78
	Total comprehensive income attributable to:								
	a Owners	1,688.28	(185.76)	(772.81)	6,316.28	1,673.15	(142.04)	(738.68)	6,477.33
	b Non-controlling interest	-	-	-	-	0.16	3.44	-	3.44
10	Paid-up equity share capital (face value of Rs.10/-)	3,200.00	3,200.00	3,200.00	3,200.00	3,200.00	3,200.00	3,200.00	3,200.00
11	Earnings per equity of Rs. 10/- each (not annualized)								
	a. Basic (in Rs.)	5.27	(0.58)	(2.42)	19.74	5.23	(0.43)	(2.31)	20.25
	b. Diluted (in Rs.)	5.27	(0.58)	(2.42)	19.74	5.23	(0.43)	(2.31)	20.25





DEEP INDUSTRIES LIMITED

(Formerly known as Deep CH4 Limited)

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Ph.: 02717-298510 Fax: 02717-298520, E-mail: cs@deepindustries.com; website:www.deepindustries.com, CIN:L14292GJ2006PLC049371

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 30TH JUNE, 2021

NOTES

- 1 These financial results were reviewed by the Audit Committee, and were approved by the Board of Directors, in their respective meetings held on 12th August 2021.
- 2 The above results for the quarter ended on June 30, 2021 has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013, and other recognised accounting practices and policies to the extent applicable.
- 3 The Statutory Auditors of the Company have carried out a "Limited Review" of the above results as per Regulation 33 of the SEBI [Listing Obligation and Disclosure Requirements] Regulations, 2015.
- 4 The Company is not required to give segment wise revenue details and capital employed as the Company operates in single business segment namely Oil and Gas Field Services.
- 5 Equity shares of the Company were listed on April 27, 2021 on 'Bombay Stock Exchange Limited ('BSE') and National Stock Exchange of India Limited ('NSE'). Accordingly, the Company, for the first time, had presented its results for the year and quarter ended March 31, 2021. The figures for the quarter ended March 31, 2021 are the balancing figure between audited figures for the full previous financial year and the audited year-to-date figures up to the end of the third quarter of the previous financial year.
- 6 Deep Industries Limited (erstwhile known as Deep CH4 Limited) carries a net Goodwill amounting to Rs. 384.88 Crores as on 31st March 2021. The goodwill was recorded in the books pursuant to demerger of "Services Business" from the Deep Energy Resources Limited, the demerged Company (erstwhile known as Deep Industries Limited) into Deep Industries Limited, the resulting company (erstwhile known as Deep CH4 Limited) with an appointed date of 1st April 2017. The Board of Directors of the company (being an unlisted company till 27th April 2021) decided to amortized the goodwill in a period of 10 years in accordance with the then applicable Indian GAAP read with scheme of Demerger approved by NCLT, accordingly the goodwill was amortized till 31st March 2021. Given the strong market position in the industry with increasing order book, the Board of Directors believe that going forward, the markets would be valuing the company more efficiently than ever and hence with effect from 1st April, 2021, the Board of Directors of the company have decided to cease the amortization of the goodwill and henceforth, the same will be tested annually for impairment which is in line with the treatment stipulated under Ind AS 36 and Ind AS 103.
- 7 The Indian Parliament has approved the Code on Social Security, 2020. This has also received consent of the Hon'ble President of India. The code when implemented will impact the contribution by the company towards benefits such as Provident Fund, Gratuity etc. The effective date(s) of implementation of this code is yet to be notified. In view of this, any financial impact due to the change will be assessed and accounted for in the period of notification.
- 8 The Company has exercised the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognized during the year.
- 9 As per the current assessment of the situation based on the internal and external information available up to the date of approval of these financial results by the Board of Directors, the Company / Group continues to believe that the impact of COVID - 19 on its business, assets, internal financial controls, profitability and liquidity, both present and future, would be limited and there is no indication of any material impact on the carrying amounts of inventories, goodwill, intangible assets, trade receivable, investments and other financial assets. The eventual outcome of the impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results and the Company / Group will closely monitor any material changes to the economic environment and their impact on its business in the times to come.
- 10 The Consolidated Financial Results includes Financial results of the following subsidiary companies for the quarter ended 30th June, 2021
 - (i) Deep International DMCC, Dubai
 - (ii) Raas Equipment Private Limited
 - (iii) Deep Onshore Services Private Limited
 - (iv) Deep Onshore Drilling Services Private Limited
- 11 The figures for the quarter ended June 30, 2020 have been approved by the Board of Directors and is based on management certified standalone and consolidated financial information of the Company and the Group respectively and have not been subjected to either audit or review by the statutory auditor.
- 12 Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

Date: 12th August, 2021
Place: Ahmedabad

For, Deep Industries Limited
(Formerly known as Deep CH4 Limited)

Paras Savla
Chairman & Managing Director
DIN:00145639





Independent Auditor's Review Report on Unaudited Quarterly Standalone Financial Results of Deep Industries Limited (Formerly known as Deep CH4 Limited) under Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Deep Industries Limited (Formerly known as Deep CH4 Limited)

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Deep Industries Limited (Formerly known as Deep CH4 Limited) ('the Company') for the quarter ended on 30th June, 2021 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
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 of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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 applicable accounting standards and other recognized 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.

Emphasis of Matter

5. We draw attention to the Note – 6 of the financial results for the quarter ended on June, 30, 2021, in respect of the decision of the Board of Directors to cease the amortization of goodwill with effect from current financial year i.e., 1st April, 2021 as given the strong market position in the industry with increasing order book, the Board of Directors believe that going forward, the markets would be valuing the company more efficiently than ever. In absence of amortizing the goodwill, the same will be tested annually for impairment which is in line with the treatment stipulated under Ind AS 36 and Ind AS 103.

Our conclusion is not modified in respect of this matter.

Other Matters

6. We draw attention to Note - 9 to the accompanying statement, which describes significant uncertainties due to the outbreak of COVID-19 pandemic. The impact of the pandemic on the operations of the Company and its financial position as at 30 June 2021 is significantly dependent on uncertain future economic conditions. Our conclusion is not modified in respect of this matter.
7. The Standalone Financial Results includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and audited year-to-date figures up to the third quarter of the previous financial year.



8. The Statement also includes figures for the quarter ended 30th June, 2020 which have been approved by the Board of Directors and is based on management certified standalone financial information of the Company and have not been subjected to either audit or review.

For, Dhirubhai Shah & Co LLP
Chartered Accountants
Firm Registration No. 102511W/W100298

Anik J. Shah



Place: Ahmedabad
Date: 12th August, 2021

Anik Shah
Partner
Membership No: 140594
ICAI UDIN: 21140594AAAAXR3812



Independent Auditor's Review Report on Unaudited Quarterly Consolidated Financial Results of Deep Industries Limited (Formerly known as Deep CH4 Limited) under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of
Deep Industries Limited (Formerly known as Deep CH4 Limited)

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Deep Industries Limited (Formerly known as Deep CH4 Limited) ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and nine months ended 30th June, 2021 ("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. 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 the Company's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



4. The Statement includes the financial results of following subsidiaries:

- Deep International DMCC, Dubai
- Raas Equipment Private Limited
- Deep Onshore Services Private Limited
- Deep Onshore Drilling Services Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 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 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.

Emphasis of Matter

6. We draw attention to the Note – 6 of the financial results for the quarter ended on June, 30, 2021, in respect of the decision of the Board of Directors of the holding company to cease the amortization of goodwill with effect from current financial year i.e., 1st April, 2021 as given the strong market position in the industry with increasing order book, the Board of Directors of the holding company believe that going forward, the markets would be valuing the holding company more efficiently than ever. In absence of amortizing the goodwill, the same will be tested annually for impairment which is in line with the treatment stipulated under Ind AS 36 and Ind AS 103.

Our conclusion is not modified in respect of this matter.

Other Matters

7. The consolidated financial statements include audited financial statements of Deep International DMCC, whose financial statements reflects total revenue of Rs. 177.45 lakhs, net profit Rs. 8.92 lakhs for the quarter ended on that date, as considered in the financial results. These financial statements are audited and have been furnished to us by the Management and our opinion on the statement, in so far it relates to the amount and disclosures included in respect of this subsidiary, is based on solely on such audited financial statements.



8. We draw attention to Note -9 to the accompanying statement, which describes significant uncertainties due to the outbreak of COVID-19 pandemic. The impact of the pandemic on the operations of the Group and its financial position as at 30 June 2021 is significantly dependent on uncertain future economic conditions. Our conclusion is not modified in respect of this matter.
9. The Consolidated Financial Results includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 and the unaudited and management certified year-to-date figures up to the third quarter of the previous financial year.
10. The Statement also includes figures for the preceding quarter ended 30th June, 2020 which have been approved by the Board of Directors and is based on management certified consolidated financial information of the Group and have not been subjected to either audit or review.

For, Dhirubhai Shah & Co LLP
Chartered Accountants
Firm Registration No. 102511W/W100298

Anik S. Shah

Anik Shah
Partner
Membership No: 140594
ICAI UDIN: 21140594AAAAXT6253



Place: Ahmedabad
Date: August 12, 2021



PRESS RELEASE August 12, 2021

Deep Industries Limited reports Q1 FY22 Financial Results:

- Q1FY22 Total income of **Rs. 6,893.47 lacs** up by **69.46% on YoY basis**
 - Q1FY22 EBITDA for the period stands at **Rs. 3,107.19 Lacs** with margin of **45.07%**
 - Q1FY22 PAT for the period stands at **Rs. 1,687.26 Lacs** with margin of **24.48%**
-

Ahmedabad, August 12, 2021: Deep Industries Limited, India's 'One Stop Solution' provider to the Energy Infrastructure sector in India, has announced its unaudited financial results for the Quarter ended on June 30, 2021. The company reported total income of **INR 6,893.47 Lacs** and PAT of **Rs. 1,687.26 Lacs** in Q1FY22. EBITDA Margin stands at **45.07%** and PAT Margin Stands at **24.48%**

Commenting upon the performance and future outlook of the Company, **Mr. Paras Savla, Chairman & Managing Director** said *"As a pioneer in the service sector of oil and gas fields, mainly in Natural Gas compression services, the organization came across various challenges and opportunities since the commencement of the pandemic. With the rise in government initiatives and positive growth of the energy sector, a good order inflow going forward is anticipated. As we have been able to achieve encouraging growth in numbers in this quarter, we look forward to a robust and lucrative year as we continue to our tradition to provide the best services possible"*



ABOUT DEEP INDUSTRIES LIMITED

Established in the year 1991, Deep Industries Limited is India's 'One Stop Solution' provider to the Energy sector. With their vision to cater to the growing Global Energy needs and by focusing on people, environment and innovative technology, the company is specialized in providing Natural Gas Compression Services, Drilling and Workover Rigs Services, Natural Gas Dehydration Services, and also having forayed into Integrated Project Management Services.

Over the years, Deep Industries Limited has invested time and effort in building up a strong infrastructure and information system capabilities and has been an 'Energy Infrastructure Equipment Solution Provider'

for every need of the Energy Sector including Oil and Gas field operations. Their comprehensive services portfolio is well supported by skilled manpower and a wide range of equipment to be used in the industry from Exploration & Production Services to the Mid-Stream Services while maintaining safety and quality as an integral part of their corporate governance.