



ISO 9001:2015  
ISO 14001:2015  
ISO 45001:2018



www.tuv.com  
ID 9105017019



25<sup>th</sup> January, 2024

To,

The Manager (Listing), The BSE Ltd. Mumbai	The Manager (Listing), National Stock Exchange of India Ltd. Mumbai
Company's Scrip Code: 505700	Company's Scrip Code: ELECON

**Sub : Outcome of Board Meeting held on Thursday, 25<sup>th</sup> January, 2024**  
**Ref : Regulations 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

In terms of the subject referred Regulations, this is to inform you that the Board of Directors of the Company has at its meeting held today i.e. on 25<sup>th</sup> January, 2024, *inter alia*:

1. has considered, approved and taken on record the Unaudited Financial Results (Standalone & Consolidated) of the Company, for the quarter and nine months ended on 31<sup>st</sup> December, 2023.

A copy of the said results alongwith the Limited Review Report issued by the Statutory Auditors of the Company and Press release giving highlights on the performance of the Company are enclosed herewith for your records.

2. has noted that the second and final term of Shri Jai Diwanji (DIN: 00910410) as a Non-Executive Independent Director will be completed on 31<sup>st</sup> March, 2024 and consequently he will be ceased to be an Independent Director of the Company w.e.f. the closing of business hours on 31<sup>st</sup> March, 2024. The Board of Directors and the Management of the Company placed on record their deep appreciation for the contributions made by Shri Jai Diwanji during his association with the Company over the years.
3. has approved, subject to the approval of the shareholders of the Company and based on the recommendation of the Nomination and Remuneration Committee, the appointment of Shri Nirmal Bhogilal (DIN: 00173168) as an Additional Director designated as a Non-Executive Independent Director on the Board of Directors of the Company for a term of five (5) years with effect from 1<sup>st</sup> April, 2024, not liable to retire by rotation.



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining

Cement Industry

**Gearing industries. Gearing economies.**

In accordance with the circular dated 20<sup>th</sup> June, 2018 issued by the Stock Exchanges, we confirm that Shri Nirmal Bhogilal is not debarred from holding the office of director by virtue of any order passed by SEBI or any other such authority. Further, he is not related to any Director of the Company and satisfies the criteria of independence as prescribed under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The requisite disclosures as required under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular no. SEBI/HO/CFD-PoD-1/P/CIR2023/123 dated 13<sup>th</sup> July, 2023 are provided in **Annexure-A**.

The meeting commenced at 11.15 a.m. and concluded at 12.55 p.m.

You are requested to take the same on your records.

Thanking you.

Yours faithfully,  
For Elecon Engineering Company Limited,

**Bharti Isarani**  
Company Secretary & Compliance Officer

Encl.: As above



Annexure - A

Details pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13<sup>th</sup> July, 2023:

➤ The details of Shri. Nirmal P. Bhogilal (DIN: 001731687) are as under:

Details of events that needs to be provided	Information of such event
Reason for change viz. appointment, resignation, removal, death or otherwise;	Appointment
Date of appointment	Effective from 1 <sup>st</sup> April, 2024
Term of Appointment	Appointed as an Additional Director designated as a Non-Executive Independent Director on the Board of Directors of the Company, for a term of five (5) years with effect from 1 <sup>st</sup> April, 2024, not liable to retire by rotation.
Brief Profile	<p>Shri Nirmal Bhogilal (DIN: 00173168), B.Sc. (Engg.), Chemical Engineering from London University, is an industrialist and has a rich experience of more than 49 years in managing Machine Building and Engineering Industry.</p> <p>Shri Nirmal Bhogilal is the Chairman of the Batliboi Group. The Group's operations are in Machine Tools, Textile Machinery, Textile Air Engineering, Air-conditioning &amp; refrigeration, Environmental Engineering, Wind Energy, Solar Energy and International Trade &amp; Logistics.</p> <p>He was Past President and currently Committee Member of the Indian Machine Tool Manufacturers Association (IMTMA). He has been Chairman of various committees in CII (Confederation of Indian Industry) and it's Western Region. He is a Committee Member and Past President of Indo-German Chamber of Commerce. He was also a Committee Member of the Forum of Free Enterprise and was a Member of the World President's Organization.</p> <p>He is involved in various philanthropic foundations. He is also involved in the performing arts and is a Founder Council Member of the National Centre for the Performing Arts (NCPA), Mumbai.</p>
Disclosure of relationships between directors	Shri Nirmal Bhogilal is not related to any of the Directors of the Company.



➤ The details of Shri Jai Diwanji (DIN: 00910410) are as under:

Details of events that needs to be provided	Information of such event
Reason for change viz. appointment, resignation, removal, death or otherwise;	Cessation – Completion of tenure as an Independent Director
Date of appointment / Cessation	Effective from closing of business hours on 31 <sup>st</sup> March, 2024.
Brief Profile (in case of appointment)	Not Applicable
Disclosure of relationships between directors (in case of appointment of a Director)	Not Applicable



**ELECON ENGINEERING COMPANY LIMITED**  
**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2023**

(Amounts in INR Lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Month Ended		Year Ended
		31 Dec 2023	30 Sep 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022	31 March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations	38,330	40,667	30,422	1,11,434	86,645	1,19,699
2	Other income	1,258	1,086	385	2,976	715	1,635
3	<b>Total Income (1+2)</b>	<b>39,588</b>	<b>41,753</b>	<b>30,807</b>	<b>1,14,410</b>	<b>87,360</b>	<b>1,21,334</b>
4	<b>Expenses</b>						
	(a) Cost of materials consumed	17,156	17,173	13,362	50,552	39,429	54,071
	(b) Changes in inventories of finished goods and work-in-progress	102	1,515	349	(919)	(699)	751
	(c) Manufacturing expenses and erection charges	3,816	3,776	2,679	11,010	8,343	11,782
	(d) Employee benefits expense	2,329	2,433	2,269	7,226	6,688	8,345
	(e) Finance costs	146	162	193	494	758	1,130
	(f) Depreciation and amortisation expense	1,025	1,093	976	3,111	2,847	3,928
	(g) Other expenses	4,783	4,994	4,636	13,967	12,743	16,681
	<b>Total Expenses</b>	<b>29,357</b>	<b>31,146</b>	<b>24,464</b>	<b>85,441</b>	<b>70,109</b>	<b>96,688</b>
5	<b>Profit / (Loss) before tax (3-4)</b>	<b>10,231</b>	<b>10,607</b>	<b>6,343</b>	<b>28,969</b>	<b>17,251</b>	<b>24,646</b>
6	<b>Tax expenses</b>						
	Current tax	2,557	2,593	1,617	7,226	4,441	6,299
	Adjustment of tax relating to earlier periods	-	(10)	-	(10)	3	(349)
	Deferred tax	43	126	(96)	131	(68)	(119)
7	<b>Net Profit / (Loss) for the period after tax (5-6)</b>	<b>7,631</b>	<b>7,898</b>	<b>4,822</b>	<b>21,622</b>	<b>12,875</b>	<b>18,815</b>
8	<b>Other comprehensive income / (expenses) (net of tax)</b>						
	Items that will not be reclassified to profit or loss	(79)	(137)	(39)	(236)	(116)	(84)
	Income tax related to items that will not be reclassified to profit or loss	20	34	10	60	29	21
9	<b>Total comprehensive income / (expense) for the period (7+8)</b>	<b>7,572</b>	<b>7,795</b>	<b>4,793</b>	<b>21,446</b>	<b>12,788</b>	<b>18,752</b>
10	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	2,244	2,244	2,244	2,244	2,244	2,244
11	<b>Other equity</b>						1,05,692
12	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>						
	(a) Basic	6.80	7.04	4.30	19.27	11.48	16.77
	(b) Diluted	6.80	7.04	4.30	19.27	11.48	16.77

**Notes:**

- The above unaudited standalone financial results for the quarter and nine months ended 31st December 2023 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 25th January 2024. The statutory auditors have expressed an unmodified conclusion on these standalone financial results. The review report has been filed with the stock exchange and is available on the Company's website.
- As per Ind AS 108 - 'Operating Segments', the Company has reported segment information under two segments i.e. 1) Transmission Equipment and 2) Material Handling Equipment
- The Board of Directors declared an interim dividend of INR 1/- per equity share of INR 2/- each on 20th October, 2023 which was paid on 08th November, 2023.
- Previous period figures have been regrouped / reclassified wherever necessary.



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

**Gearing industries. Gearing economies.**

**UNAUDITED STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2023**

(Amounts in INR Lakhs)

Particulars	Quarter Ended			Nine Month Ended		Year Ended
	31 Dec 2023	30 Sep 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022	31 March 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. SEGMENT REVENUE</b>						
(a) Transmission Equipment	31,827	34,459	24,417	93,364	70,829	98,074
(b) Material Handling Equipment	6,503	6,208	6,005	18,070	15,816	21,625
<b>Net Sales / Income from Operations</b>	<b>38,330</b>	<b>40,667</b>	<b>30,422</b>	<b>1,11,434</b>	<b>86,645</b>	<b>1,19,699</b>
<b>2. SEGMENT RESULTS PROFIT (+)/LOSS(-) BEFORE TAX &amp; INTEREST</b>						
(a) Transmission Equipment	9,279	9,627	5,879	26,110	16,728	23,540
(b) Material Handling Equipment	1,205	1,305	876	3,730	2,115	3,230
<b>Total</b>	<b>10,484</b>	<b>10,932</b>	<b>6,755</b>	<b>29,840</b>	<b>18,843</b>	<b>26,770</b>
<b>Less:</b>						
i) Finance Cost	146	162	193	494	758	1,130
ii) Other unallocated corporate overheads	634	715	298	1,942	1,145	1,623
iii) Unallocable income	(527)	(552)	(79)	(1,565)	(311)	(629)
<b>Total Profit / (Loss) before Tax</b>	<b>10,231</b>	<b>10,607</b>	<b>6,343</b>	<b>28,969</b>	<b>17,251</b>	<b>24,646</b>
<b>3. SEGMENT ASSETS</b>						
(a) Transmission Equipment	1,16,271	1,14,976	1,01,112	1,16,271	1,01,112	1,01,937
(b) Material Handling Equipment	19,041	17,746	21,785	19,041	21,785	18,975
(c) Unallocated	27,378	22,038	19,177	27,378	19,177	20,654
<b>Total</b>	<b>1,62,690</b>	<b>1,54,760</b>	<b>1,42,074</b>	<b>1,62,690</b>	<b>1,42,074</b>	<b>1,41,566</b>
<b>4. SEGMENT LIABILITIES</b>						
(a) Transmission Equipment	24,449	23,311	28,012	24,449	28,012	22,851
(b) Material Handling Equipment	8,429	7,117	6,950	8,429	6,950	6,448
(c) Unallocated	3,799	4,770	5,139	3,799	5,139	4,331
<b>Total</b>	<b>36,677</b>	<b>35,198</b>	<b>40,101</b>	<b>36,677</b>	<b>40,101</b>	<b>33,630</b>
<b>5. NET CAPITAL EMPLOYED</b>	<b>1,26,013</b>	<b>1,19,562</b>	<b>1,01,973</b>	<b>1,26,013</b>	<b>1,01,973</b>	<b>1,07,936</b>

For and on behalf of Board of Directors



Prayasvin B. Patel

Chairman &amp; Managing Director

DIN : 00037394

Place : Vallabh Vidyanagar

Date : 25th January, 2024

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

To  
The Board of Directors of  
Elecon Engineering Company Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Elecon Engineering Company Limited ("the Company") for the quarter ended December 31, 2023 and year to date result for the period April 1, 2023 to December 31, 2023, ("The Statement"), attached herewith, being submitted by the Company pursuant to the requirement 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 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. 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.



Mistry Bhawan, 3rd Floor, Dhinshaw Vachha Road, Churchgate, Mumbai 400 020. Tel: +91 22 6623 0600

501-502, Narain Chambers, M.G. Road, Vile Parle (E), Mumbai 400 057. Tel: +91 22 6250 7600

Website: [www.cnkindia.com](http://www.cnkindia.com)

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results prepared in accordance with applicable Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices 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.

For C N K & Associates LLP

Chartered Accountants

Firm Registration No.: 101961 W/W - 100036


Himanshu Kishnadwala

Partner

Membership No. 037391

UDIN: 24037391BKBOFU8219

Place: Mumbai

Date: January 25, 2024



**ELECON ENGINEERING COMPANY LIMITED**  
**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2023**

(Amounts in INR Lakhs)

Sr.	Particulars	Quarter ended			Nine months ended		Year ended
		31 Dec 2023	30 Sep 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022	31 March 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations	47,356	48,490	38,882	1,37,280	1,10,514	1,52,968
2	Other income	998	1,255	350	3,102	1,225	2,006
3	<b>Total Income (1+2)</b>	<b>48,354</b>	<b>49,745</b>	<b>39,232</b>	<b>1,40,382</b>	<b>1,11,739</b>	<b>1,54,974</b>
4	<b>Expenses</b>						
	(a) Cost of materials consumed	21,147	20,458	17,704	61,060	52,040	71,936
	(b) Changes in inventories of finished goods and work-in-progress	(138)	1,919	(306)	435	(2,171)	(501)
	(c) Manufacturing expenses and erection charges	4,093	3,954	2,767	11,578	8,581	12,137
	(d) Employee benefits expense	4,341	4,370	4,005	13,301	11,847	14,973
	(e) Finance costs	149	263	184	659	872	1,331
	(f) Depreciation and amortisation expense	1,264	1,328	1,211	3,834	3,544	4,904
	(g) Other expenses	5,874	5,915	5,858	16,995	15,614	20,535
	<b>Total Expenses</b>	<b>36,730</b>	<b>38,207</b>	<b>31,423</b>	<b>1,07,862</b>	<b>90,327</b>	<b>1,25,315</b>
5	<b>Profit / (Loss) before share in profit of associate and tax (3-4)</b>	<b>11,624</b>	<b>11,538</b>	<b>7,809</b>	<b>32,520</b>	<b>21,412</b>	<b>29,659</b>
6	Share in profit of associate (net of tax)	125	179	82	394	161	325
7	<b>Profit / (Loss) before tax (5+6)</b>	<b>11,749</b>	<b>11,717</b>	<b>7,891</b>	<b>32,914</b>	<b>21,573</b>	<b>29,984</b>
8	<b>Tax expenses</b>						
	Current tax	2,666	2,745	1,712	7,600	4,677	6,692
	Adjustment of tax relating to earlier periods	1	(10)	0	(10)	9	(343)
	Deferred tax	42	125	(96)	131	(68)	(116)
9	<b>Net Profit / (Loss) for the period after tax (7-8)</b>	<b>9,040</b>	<b>8,857</b>	<b>6,275</b>	<b>25,193</b>	<b>16,955</b>	<b>23,751</b>
10	Non-controlling interest	-	-	-	-	-	-
11	<b>Net Profit / (Loss) after tax and non controlling interest (9-10)</b>	<b>9,040</b>	<b>8,857</b>	<b>6,275</b>	<b>25,193</b>	<b>16,955</b>	<b>23,751</b>
12	<b>Other comprehensive income/(expense) (net of tax)</b>						
	A (i) Items that will not be reclassified to profit or loss	(66)	(99)	67	(45)	2	53
	(ii) Income tax related to items that will not be reclassified to profit or loss	20	34	10	60	29	22
	B (i) Items that will be reclassified to profit or loss	932	(167)	1,282	527	389	633
13	<b>Total comprehensive income/(expense) for the period (11+12)</b>	<b>9,926</b>	<b>8,625</b>	<b>7,634</b>	<b>25,735</b>	<b>17,375</b>	<b>24,459</b>
14	<b>Paid-up equity share capital</b> (Face value per equity share INR 2/-)	2,244	2,244	2,244	2,244	2,244	2,244
15	<b>Other equity</b>						1,25,667
16	<b>Earnings per share (of INR 2/- each) (not annualised) (In Rupees)</b>						
	(a) Basic	8.06	7.89	5.59	22.45	15.11	21.17
	(b) Diluted	8.06	7.89	5.59	22.45	15.11	21.17

**Notes:**

- The above unaudited consolidated financial results for the quarter and nine months ended 31st December, 2023 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 25th January, 2024. The statutory auditors have expressed an unmodified conclusion on these consolidated financial results. The review report has been filed with the stock exchanges and is available on the Holding Company's website.
- As per Ind AS 108 - 'Operating Segments', the Group has reported segment information under two segments i.e. 1) Transmission Equipment and 2) Material Handling Equipment.
- The Board of Directors of the Holding Company declared an interim dividend of INR 1/- per equity share of INR 2/- each on 20th October, 2023 which was paid on 08th November, 2023.
- Previous period figures have been regrouped / reclassified wherever necessary.



Cranes



Rubber Industry



Marine Industry



Plastic Industry



Power Industry



Steel Industry



Sugar Industry



Mining



Cement Industry

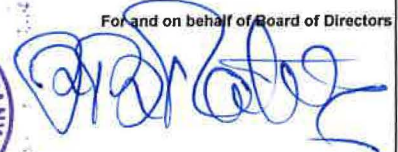
**Gearing industries. Gearing economies.**

UNAUDITED CONSOLIDATED SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2023

(Amounts in INR Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31 Dec 2023 (Unaudited)	30 Sep 2023 (Unaudited)	31 Dec 2022 (Unaudited)	31 Dec 2023 (Unaudited)	31 Dec 2022 (Unaudited)	31 March 2023 (Audited)
<b>1. SEGMENT REVENUE</b>						
(a) Transmission Equipment	40,853	42,283	32,877	1,19,210	94,698	1,31,343
(b) Material Handling Equipment	6,503	6,207	6,005	18,070	15,816	21,625
<b>Net Sales/Income from Operations</b>	<b>47,356</b>	<b>48,490</b>	<b>38,882</b>	<b>1,37,280</b>	<b>1,10,514</b>	<b>1,52,968</b>
<b>2. SEGMENT RESULTS(PROFIT)(+)/LOSS(-) BEFORE TAX &amp; INTEREST FROM EACH SEGMENT</b>						
(a) Transmission Equipment	11,131	11,005	7,527	30,997	21,017	28,841
(b) Material Handling Equipment	1,204	1,305	876	3,730	2,115	3,230
<b>Total</b>	<b>12,335</b>	<b>12,310</b>	<b>8,403</b>	<b>34,727</b>	<b>23,132</b>	<b>32,071</b>
<b>Less:</b>						
i) Finance costs	149	263	184	659	872	1,331
ii) Other unallocated corporate overheads	717	677	469	1,992	1,079	1,621
iii) Unallocable income	(280)	(347)	(141)	(838)	(392)	(865)
<b>Total Profit / (Loss) before tax</b>	<b>11,749</b>	<b>11,717</b>	<b>7,891</b>	<b>32,914</b>	<b>21,573</b>	<b>29,984</b>
<b>3. SEGMENT ASSETS</b>						
(a) Transmission Equipment	1,72,495	1,64,305	1,45,414	1,72,495	1,45,414	1,47,782
(b) Material Handling Equipment	19,041	17,742	21,785	19,041	21,785	18,975
(c) Unallocated	6,419	6,060	6,894	6,419	6,894	6,440
<b>Total</b>	<b>1,97,955</b>	<b>1,88,107</b>	<b>1,74,093</b>	<b>1,97,955</b>	<b>1,74,093</b>	<b>1,73,197</b>
<b>4. SEGMENT LIABILITIES</b>						
(a) Transmission Equipment	35,325	34,649	40,995	35,325	40,995	34,281
(b) Material Handling Equipment	8,429	7,113	6,950	8,429	6,950	6,448
(c) Unallocated	3,918	4,872	5,320	3,918	5,320	4,557
<b>Total</b>	<b>47,672</b>	<b>46,634</b>	<b>53,265</b>	<b>47,672</b>	<b>53,265</b>	<b>45,286</b>
<b>5.NET CAPITAL EMPLOYED</b>	<b>1,50,283</b>	<b>1,41,473</b>	<b>1,20,828</b>	<b>1,50,283</b>	<b>1,20,828</b>	<b>1,27,911</b>

For and on behalf of Board of Directors

Prayasvin B. Patel  
Chairman & Managing Director  
DIN : 00037394

Place : Valiabh Vidyanagar  
Date : 25th January, 2024

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

To  
The Board of Directors of  
Elecon Engineering Company Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Elecon Engineering Company Limited (hereinafter referred to as "the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), its share of the net profit after tax and total comprehensive income of its associate for the quarter ended December 31, 2023 and year to date result for the period April 1, 2023 to December 31, 2023 ("The Statement"), attached herewith, being submitted by the Parent pursuant to the requirement 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 the 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. 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.



Mistry Bhavan, 3rd Floor, Dhanshaw Vachha Road, Churchgate, Mumbai 400 020. Tel: +91 22 6623 0600

501-502, Narain Chambers, M.G. Road, Vile Parle (E), Mumbai 400 057. Tel: +91 22 6250 7600

Website: [www.cnkindia.com](http://www.cnkindia.com)

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the Securities and Exchange Board of India (Listing 'Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The Statement includes the results of the entities as mentioned in the **Annexure** enclosed herewith.
5. Based on our review conducted and procedures performed stated in paragraph 3 above, and based on the consideration of review reports of Subsidiaries' auditors 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. **Other Matters**
  - a) The Statement includes the Group's share of net profit of INR 125.44 Lakhs and INR 394.06 Lakhs, total comprehensive Income of INR 125.44 Lakhs and INR 394.06 Lakhs for the quarter ended December 31, 2023 and for the period from April 1, 2023 to December 31, 2023, respectively, as considered in the Statement, in respect of an Associate, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose report 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 included in respect of this Associate, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above;
  - b) The Statement includes the financial information of one subsidiary which has not been reviewed by us, whose financial results reflect total revenue (before consolidated adjustments) of INR 3,431.39 Lakhs and INR 5,684.49 Lakhs, total net profit after tax (before consolidated adjustments) of INR 776.93 lakhs and INR 1,256.08 Lakhs, total other comprehensive income (before consolidated adjustments) of INR 776.93 Lakhs and INR 1,256.08 Lakhs for the quarter ended December 31, 2023 and for the period from April 1, 2023 to December 31, 2023 respectively, as considered in the Unaudited Consolidated Financial Results. These financial



results have been reviewed by other auditors whose report 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 included in respect of this Subsidiary, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 3 above;

- c) The Statement includes the financial information of Eleven subsidiaries (including its wholly owned step-down subsidiaries) which has not been reviewed by us, whose financial results reflect total revenue (before consolidated adjustments) of INR 9,135.88 Lakhs and INR 26,934.68 Lakhs, total net profit after tax (before consolidated adjustments) of INR 653.48 Lakhs and INR 2,296.62 Lakhs, total other comprehensive income (before consolidated adjustments) of INR 810.05 Lakhs and INR 2,196.74 Lakhs for the quarter ended December 31, 2023 and for the period April 1, 2023 to December 31, 2023 respectively, as considered in the Unaudited Consolidated Financial Results. These financial results have been furnished to us as certified by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these Subsidiaries, are based solely on these managements certified results;
- d) The statement also includes the Group's share of net profit after tax of INR Nil and total other comprehensive income of INR Nil for the quarter ended December 31, 2023 and for the period from April 1, 2023 to December 31, 2023 respectively, as considered in the consolidated unaudited financial results in respect of three associates based on their financial information which have not been reviewed. According to the information and explanation given to us by the Parent's management these three associates are under liquidation and the interim financial information is not material to the group.

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

For C N K & Associates LLP

Chartered Accountants

Firm Registration Number: 101961W / W-100036

Himanshu Kishnadwala

Partner

Membership No. 037391

UDIN: 24037391BKBOFV3234

Place: Mumbai

Date: January 25, 2024



## Annexure

### Details of entities included in Consolidated unaudited financial results of the Elecon Engineering Company Limited

Sr.	Name of the Entity	Relationship
1.	Radicon Transmission UK Limited (including its following wholly owned step-down subsidiaries) a) Benzlers Systems AB b) AB Benzlers c) Radicon Drive Systems Inc. d) Benzler Transmission A.S. e) Benzler TBA B.V. f) Benzler Antriebstechnik GmBH g) OY Benzler AB h) Benzlers Italia s.r.l	Wholly Owned Subsidiary
2.	Elecon Singapore Pte. Limited	Wholly Owned Subsidiary
3.	Elecon Middle East FZCO (including its following wholly owned step-down subsidiaries) a) Elecon Radicon Africa (Pty) Ltd	Wholly Owned Subsidiary
4.	Eimco (Elecon) India Limited	Associate
5.	Elecon Eng. (Suzhou) Co. Limited*	Associate
6.	Elecon Africa Pty. Limited*	Associate
7.	Elecon Australia Pty. Limited*	Associate

\*Company is in the process of obtaining approval from Reserve Bank of India for their liquidation.

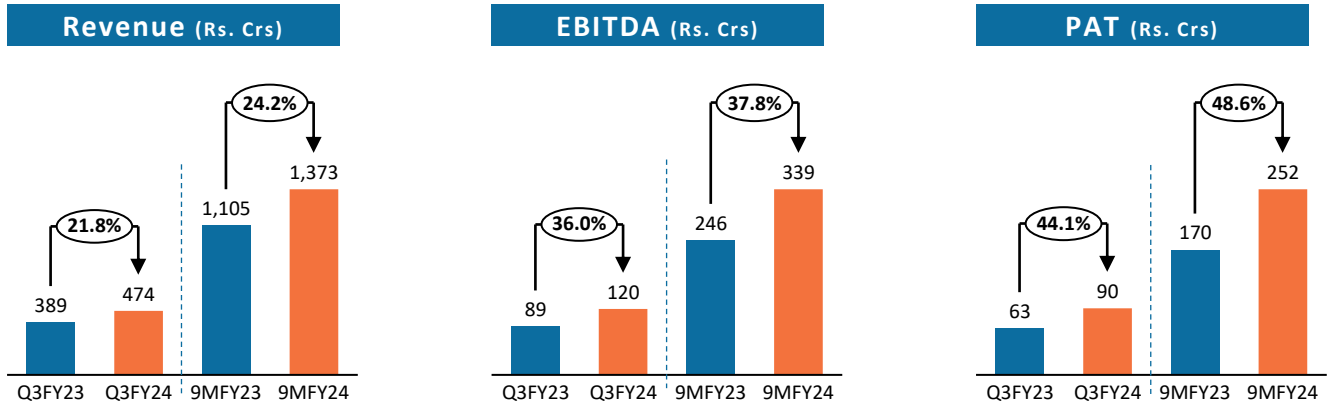


# ELECON ENGINEERING COMPANY LIMITED

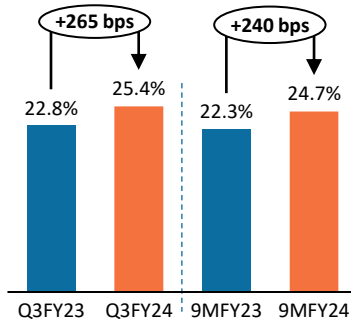
## Strong Q3 & 9MFY24 Financial & Operational Performance

Vallabh Vidyanagar, Gujarat, 25<sup>th</sup> January 2024 – Elecon Engineering Company Limited, one of the largest Industrial Gear solution providers in Asia along with Material Handling Equipment, announced its Unaudited Financial Results for the quarter & nine months ended 31<sup>st</sup> December 2023

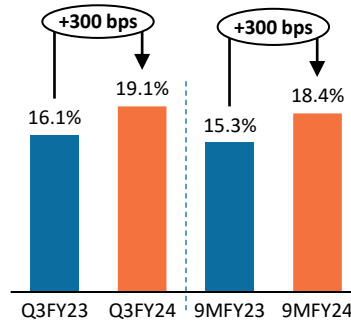
### Q3 & 9MFY24 CONSOLIDATED FINANCIAL HIGHLIGHTS



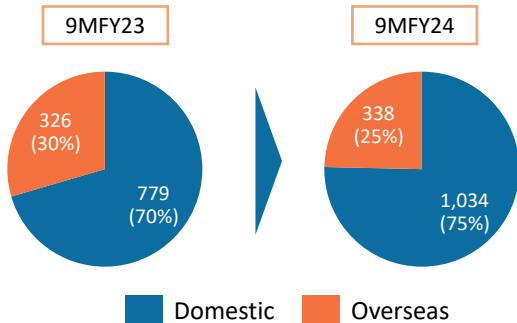
### EBITDA Margin (%)



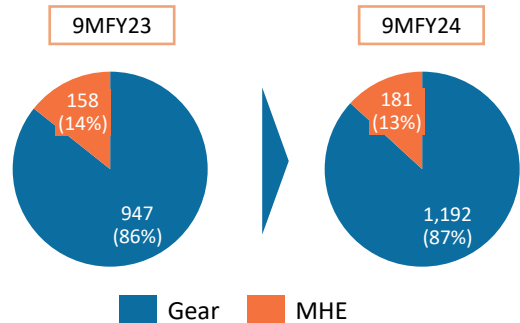
### PAT Margin (%)



### Geography Wise (Rs Crs, %)

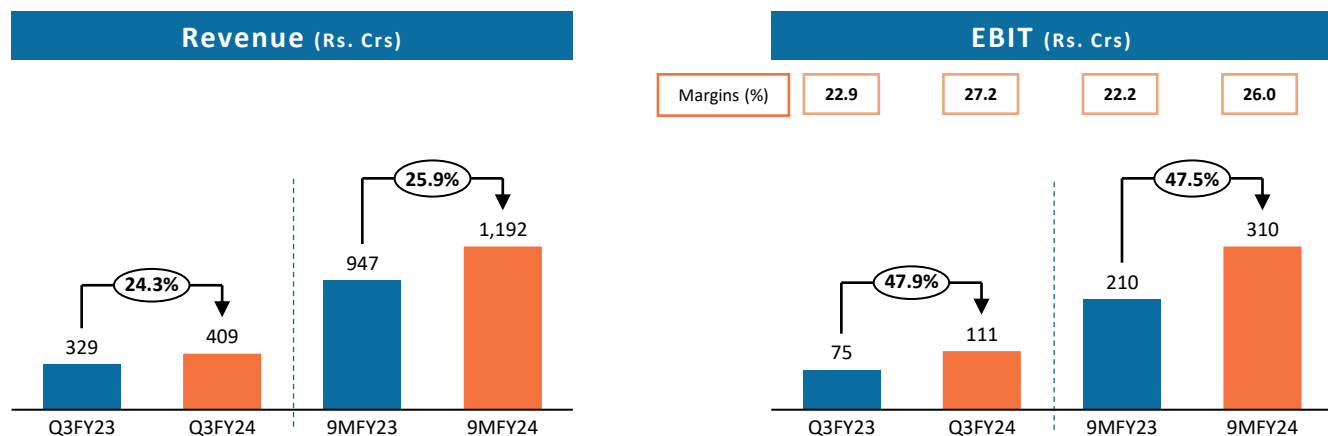


### Segment Wise (Rs Crs, %)



Strong Growth Momentum Continues

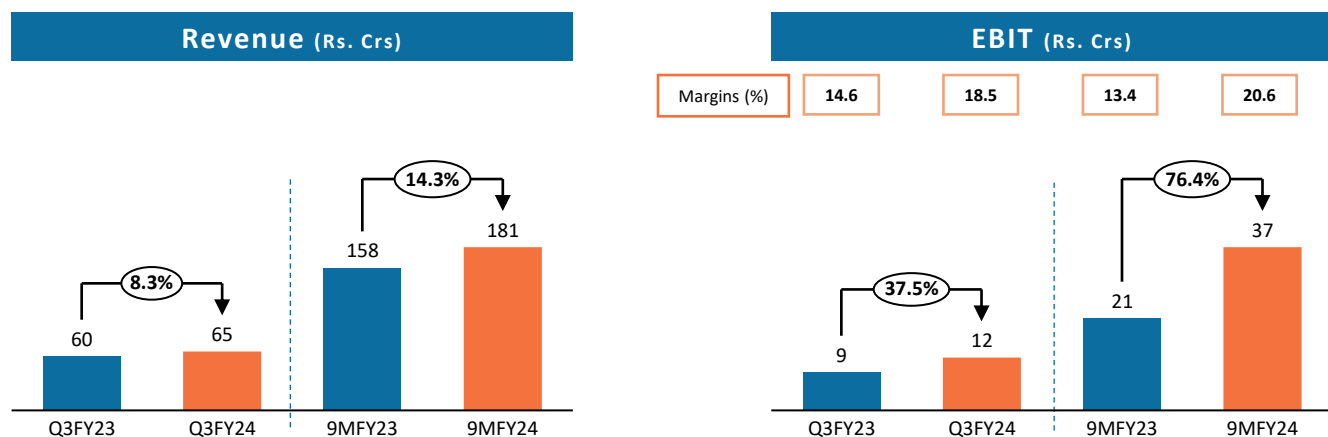
## Key Consolidated Financial & Operational Highlights - Gear Division



### Industrial Gear Division:

- Revenue for Q3FY24 stood at **Rs. 409 Crs** as compared to Rs. 329 Crs in Q3FY23, **up by 24% on a Y-o-Y basis**. Revenue for nine months ended December 2023 stood at **Rs 1,192 Crs**, **up by 26% on a Y-o-Y basis**
- EBIT for Q3FY24 stood at **Rs 111 Crs** as compared to Rs 75 Crs in the corresponding quarter last year, **a growth of 48%**. EBIT for 9MFY24 stood at **Rs 310 Crs** as against Rs 210 Crs in 9MFY23, **growth of 48% Y-o-Y growth**. The EBIT Margin for nine months ended December 2023 stood at **26%**

## Key Consolidated Financial & Operational Highlights - MHE Division



### MHE Division

- Revenue for the quarter stood at **Rs 65 Crs** as compared to Rs 60 Crs in the corresponding quarter last year, **growing 8% Y-o-Y**. Revenue for nine months ended December 2023 stood at **Rs 181 Crs**, registering a **growth of 14% on a Y-o-Y basis**
- EBIT for Q3 FY24 stood at **Rs 12 Crs** registering **a growth of 38% YoY**. The EBIT margins stood at **19%** as against 15% in Q3 FY23, **an improvement of ~390 bps Y-o-Y**. The EBIT Margin for nine months ended December 2023 stood at **21%**, **an improvement of ~730 bps Y-o-Y** primarily on account of better product mix & higher contribution from the aftermarket segment
- The company continues to focus on the business of supplying Products & aftermarket business for its MHE segment which has led to sharp turnaround in the profitability for this segment. The company is consistently **securing new orders for product supply and capitalizing on growing opportunities in the aftermarket business**



## 9M FY24 Highlights

---

- **Development on Overseas OEM Business:**
  - Signed-off **Ten OEM Business** in overseas market. Commercial production expected to start from FY25
- **Arbitration awards:**
  - As of December 2023, we have successfully realized **Rs. 37.2 Crs** from the arbitration award, out of the total award amount of **Rs. 63.0 Crs**. Negotiations for the remaining amount are currently in progress
  - Fresh arbitration proceedings initiated having the value of **Rs. 31.0 Crs** during Q1FY24, optimistic of favorable outcomes
- Capex incurred **Rs 26.0 Crs** upto 9MFY24 out of the **Rs 70.0 Crs** planned for FY24
- **MHE Division Order Wins:**
  - **Steel Sector:** Received orders for supply of equipment of **Rs 134.2 Crs**. from a single customer
  - **Cement Sector:** Received an order for supply of equipment from a single customer amounting to **Rs 39.0 Crs**
- **Improvement in Credit Ratings:** LT - [ICRA] AA- (Stable); ST: [ICRA] A1+ in June-23 (Previous Credit Ratings: LT- [ICRA] A+ (Stable); ST: [ICRA] A1)

*Commenting on the results, **Shri Prayasvin B. Patel, Chairman & Managing Director of Elecon Engineering Co. Ltd.** Said,*

*Recent forecasts signal a promising trajectory for India's GDP, poised to achieve a commendable growth rate of 6.3% in 2024. Bolstered by the government's dedicated attention to infrastructure development, an amplified emphasis on domestic production, and technological advancements, Elecon Engineering stands strategically positioned to capitalize on significant growth opportunities. Our unwavering commitment to delivering a comprehensive range of solutions spanning sectors such as Cement, Power, Sugar, Steel, etc. and more solidifies our enduring market leadership domestically, coupled with expansion of our global presence in the gear segment. Our extensive network uniquely situates us to capture a substantial international market share.*

*Continuous investments in R&D have yielded substantial process improvements, leading to industry-leading short lead times while maintaining an unwavering focus on delivering uncompromised quality.*

*Our key focus pillars include expanding our overseas market share, progressively growing our MHE division in both products and after-sale services, maximizing opportunities within our existing markets, and extending our presence into newly added industries.*

*In the quarter ending December 31, 2023, our consolidated revenue reached **Rs. 474 Crs**, marking a **22%** Year-on-Year growth. For Q3FY24 Consolidated EBITDA stood at **Rs. 120 Crs**, a remarkable growth of **36%** as compared to **Rs. 89 Crs** in Q3FY23, largely propelled by the company's robust process improvement initiatives.*

*The Q3 FY24 revenue from our Industrial Gear division amounted to **Rs. 409 Crs**, an EBIT Margin of **27%**. Within the MHE division, our strategic focus on product supply and aftermarket services resulted in a Q3 FY24 revenue of **Rs. 65 Crs**, reflecting a **8%** Year-on-Year growth. The EBIT Margin for the MHE division in the quarter stood at **19%**, showcasing a significant improvement of approximately **390 basis points**.*

*Backed by a robust order book spanning various segments, a steadfast focus on penetrating overseas markets, and our commitment to maintaining a leadership position in the domestic market, Elecon Engineering emerges not only as a pioneer but also as the largest gearbox solution provider in Asia.*



### **About Elecon Engineering Company Limited:**

Elecon Engineering Company Limited (ELECON) was established in 1951 and is one of the largest manufacturers of Industrial Gears and Material Handling Equipment with seven decades of experience and expertise in Asia. The company has been able to establish its position as one of Asia's largest and India's Largest Industrial Gear Manufacturing Company, having manufacturing facility spread over 3,35,000 Square Meter. The company has a strong global presence serving 75+ countries through a network of distributors, dealers and customer representatives. The product solutions include designing, manufacturing, supply, erection and commissioning of the products and are majorly used in Cement, Sugar, Defense, Steel, Mining and Power sector along with other sectors

### **Safe Harbor**

This document may contain forward-looking statements about Elecon Engineering Company Limited and its Subsidiaries, which are based on the beliefs, opinions, and expectations of the company's management as the date of this Investor release and the companies do not assume any obligation to update their forward-looking statements if those beliefs, opinions, expectations, or other circumstances should change. These statements are not the guarantees of future performance and involve risks and uncertainties that are difficult to predict. Consequently, readers should not place any undue reliance on such forward-looking statements.

**For more information, please contact**



### **Company : ELCON ENGINEERING COMPANY LIMITED**

CIN: L29100GJ1960PLC001082

Mr. Narasimhan Raghunathan – CFO – [narasimhanr@elecon.com](mailto:narasimhanr@elecon.com)

Mr. Ashish R. Jain – Manager, Finance & Investor Relations – [arjain@elecon.com](mailto:arjain@elecon.com)

For updates and specific queries, please visit [www.elecon.com](http://www.elecon.com)

### **SGA** Strategic Growth Advisors

### **Investor Relations : Strategic Growth Advisors**

CIN: U74140MH2010PTC204285

[www.sgapl.net](http://www.sgapl.net)

Mr. Sagar Shroff – [sagar.shroff@sgapl.net](mailto:sagar.shroff@sgapl.net) / +91 98205 19303

Ms. Prachi Chhugani – [prachi.c@sgapl.net](mailto:prachi.c@sgapl.net) / +91 89492 92029