



AIA Engineering Limited

August 12, 2019

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

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

Dear Sir/Madam,

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

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Unaudited Financial Results [Standalone and Consolidated] of the Company for the Quarter ended June 30, 2019 alongwith Limited Review Reports [Standalone and Consolidated] taken on record by the Board of Directors of the Company in its meeting held today i.e. August 12, 2019, which was commenced at 12.30 p.m. and concluded at 03.30 p.m.

Please take the same on record.

Thanking you.

Yours faithfully,
For AIA Engineering Limited


S. N. Jetheliya
Company Secretary



Encl: As above

CIN : L29259GJ1991PLC015182

An ISO 9001 Certified Company

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Ph.: +91-79-22901078 Fax : +91-79-22901077 | www.aiaengineering.com, E-mail : ric@aiaengineering.com



AIA ENGINEERING LIMITED

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

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-2019	31-Mar-2019	30-Jun-2018	31-Mar-2019
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	58,263.56	71,472.34	65,946.52	273,716.71
	Other operating revenue	1,952.17	2,533.89	2,404.01	10,041.79
	a) Total revenue from operations	60,215.73	74,006.23	68,350.53	283,758.50
	b) Other income	3,291.90	2,229.48	1,803.01	11,621.58
	Total income (a+b)	63,507.63	76,235.71	70,153.54	295,380.08
2	Expenses				
	a) Cost of materials consumed	27,039.57	32,085.61	29,004.76	124,090.64
	b) Purchase of stock-in-trade	3,140.14	6,129.51	6,175.62	23,908.16
	c) Changes in inventories of finished goods and work-in-progress	(2,164.93)	(849.36)	(2,272.41)	(8,846.77)
	d) Employee benefits expense	2,370.38	2,359.89	2,230.32	9,089.14
	e) Finance costs	134.54	195.70	173.21	719.05
	f) Depreciation and amortisation expense	2,315.21	2,233.25	1,631.71	7,769.59
	g) Other expenses	18,200.27	20,569.69	17,527.59	78,458.86
	Total expenses (a+b+c+d+e+f+g)	51,035.18	62,724.29	54,470.80	235,188.67
3	Profit before tax (1-2)	12,472.45	13,511.42	15,682.74	60,191.41
4	Tax expense				
	(i) Current tax	3,850.25	3,257.87	4,685.00	17,210.87
	(ii) Excess provision for tax of earlier periods written back	-	(247.56)	-	(247.56)
	(iii) Deferred tax	281.60	694.93	448.61	1,745.93
	Total tax expense (i+ii+iii)	4,131.85	3,705.24	5,133.61	18,709.24
5	Profit for the period (3-4)	8,340.60	9,806.18	10,549.13	41,482.17
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	3.24	(58.02)	15.00	(13.02)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	-	-	-	-
	(iii) Items that will be reclassified to statement of profit and loss	(328.25)	309.76	1,069.12	166.25
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	114.70	(352.11)	(373.59)	(58.07)
7	Total other comprehensive income / (loss) (net of tax)	(210.31)	(100.37)	710.53	95.16
8	Total comprehensive income for the period (5+7) (comprising profit and other comprehensive income for the period)	8,130.29	9,705.81	11,259.66	41,577.33
9	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
10	Other equity	-	-	-	315,718.20
11	Earnings per equity share (EPS) in ₹ (not annualised)				
	Basic	8.84	10.40	11.18	43.98
	Diluted	8.84	10.40	11.18	43.98

Notes :

- The above unaudited standalone financial results for the Quarter ended 30 June 2019 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 August 2019. These unaudited standalone financial results are subjected to Limited review by the statutory auditors of the Company. The statutory auditors have expressed an unqualified conclusion.
- Figures for the 3 months ended 31 March 2019 as reported in this unaudited standalone financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- The unaudited standalone financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- Effective 1 April 2019, the Company has adopted Ind AS 116 - Leases using modified retrospective approach. On account of such adoption of the new standard, the Company has recognised right of use asset and a corresponding lease liability. The adoption of the standard did not have any material impact to the profit of the Company.
- The Company has only one reportable primary business segment as per Ind AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- In 2017, Magotteaux International S.A. started an ICC Arbitration against AIA Engineering Limited, for alleged breach of Settlement Agreement and infringement of patent claiming damages. The Tribunal has passed an award on 2 August 2019 finding that it does not have jurisdiction to hear this dispute, thereby dismissing all claims of Magotteaux.
- Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.

By Order of Board of Directors
For AIA Engineering Limited



(Bhadresh K. Shah)
Managing Director
DIN:00058177

Place: Ahmedabad
Date: 12 August 2019

B S R & Co. LLP

Chartered Accountants

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Near Vodafone House
Prahaladnagar, Corporate Road,
Ahmedabad 380 051
India

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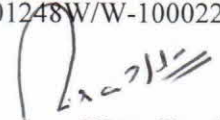
Limited Review Report on the Unaudited Quarterly Standalone Financial Results of AIA Engineering Limited pursuant to Regulation 33 of the SEBI (Listing and Obligation Disclosure Requirements) Regulations, 2015

To,
Board of Directors of
AIA Engineering Limited

- 1 We have reviewed the accompanying statement of unaudited standalone financial results of AIA Engineering Limited for the quarter ended 30 June 2019 ("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 ("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 Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
- 3 We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
- 4 Attention is drawn to the fact that the figures for the 3 months ended 31 March 2019 as reported in accompanying Statement are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- 5 Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm Registration Number: 101248W/W-100022



Nirav Patel
Partner

Place: Ahmedabad
Date: 12 August 2019

Membership No.: 113327
ICAI UDIN: 19113327AAAABO8041

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

Registered Office:
5th Floor, Lodha Excelus
Apollo Mills Compound
N. M. Joshi Marg, Mahalaxmi
Mumbai - 400 011, India



AIA ENGINEERING LIMITED

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259GJ1991PLC015182
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STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2019

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	71,374.36	86,100.59	69,094.40	296,743.46
	Other operating revenue	1,955.11	2,621.48	2,428.54	10,206.53
	a) Total revenue from operations	73,329.47	88,722.07	71,522.94	306,949.99
	b) Other income	3,860.70	2,360.77	2,016.53	12,089.29
	Total Income (a+b)	77,190.17	91,082.84	73,539.47	319,039.28
2	Expenses				
	a) Cost of materials consumed	30,211.61	36,033.88	33,437.79	143,230.12
	b) Changes in inventories of finished goods and work-in-progress	(1,538.78)	1,745.71	(4,784.83)	(20,683.34)
	c) Employee benefits expense	3,205.49	3,233.49	3,082.77	12,639.13
	d) Finance costs	142.98	197.53	183.35	754.71
	e) Depreciation and amortisation expense	2,362.22	2,265.92	1,654.73	7,884.57
	f) Other expenses	24,586.71	28,581.29	24,229.05	105,774.08
	Total expenses (a+b+c+d+e+f)	58,970.23	72,057.82	57,802.86	249,599.27
3	Profit before tax (1-2)	18,219.94	19,025.02	15,736.61	69,440.01
4	Tax expense				
	(i) Current tax	3,860.76	3,270.27	4,732.24	17,368.94
	(ii) Excess provision for tax of earlier periods written back	-	(247.56)	-	(252.54)
	(iii) Deferred tax	404.65	412.99	523.04	1,179.84
	Total tax expense (i+ii+iii)	4,265.41	3,435.70	5,255.28	18,296.24
5	Profit for the period (3-4)	13,954.53	15,589.32	10,481.33	51,143.77
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	4.55	(48.85)	13.61	(8.02)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	(0.43)	(2.77)	0.46	(1.39)
	(iii) Items that will be reclassified to statement of profit and loss	(1,727.46)	1,740.17	1,520.22	(585.82)
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	114.70	(352.11)	(373.59)	(58.07)
7	Total other comprehensive income / (loss) (net of tax)	(1,608.64)	1,336.44	1,160.70	(653.30)
8	Total comprehensive income for the period (5+7) (comprising profit and other comprehensive income for the period)	12,345.89	16,925.76	11,642.03	50,490.47
9	Net profit / (loss) attributable to:				
	a) Owners of the Company	14,039.95	15,580.88	10,504.48	51,083.05
	b) Non-Controlling Interest	(85.42)	8.44	(23.15)	60.72
10	Other comprehensive income / (loss) attributable to:				
	a) Owners of the Company	(1,608.86)	1,334.83	1,160.93	(654.21)
	b) Non-Controlling Interest	0.22	1.61	(0.23)	0.91
11	Total comprehensive income / (loss) attributable to:				
	a) Owners of the Company	12,431.09	16,915.71	11,665.41	50,428.84
	b) Non-Controlling Interest	(85.20)	10.05	(23.38)	61.63
12	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
13	Other equity	-	-	-	349,484.40
14	Earning per equity share (EPS) in ₹ (not annualised)				
	Basic	14.89	16.52	11.14	54.16
	Diluted	14.89	16.52	11.14	54.16

Notes:

- The above unaudited consolidated financial results for the Quarter ended 30 June 2019 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 12 August 2019. These unaudited consolidated financial results are subjected to Limited Review by the statutory auditors of the Company. The statutory auditors have expressed an unqualified conclusion.
- Figures for the 3 months ended 31 March 2019 as reported in this unaudited consolidated financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- The unaudited consolidated financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- The unaudited consolidated financial results comprises of the results of the Holding Company, i.e., AIA Engineering Limited, and its subsidiaries namely - Welcast Steels Limited - India, AIA CSR Foundation - India, Vega Industries (Middle East) F.Z.C. - U.A.E., Vega Industries Limited - U.K., Vega Industries Limited - U.S.A., Vega Steel Industries (RSA) (PTY.) Limited - South Africa, Wuxi Vega Trade Co., Limited - China, PT. Vega Industries Indonesia - Indonesia, Vega Industries Chile SPA - Chile, AIA Ghana Limited - Ghana and Vega Industries Australia Pty. Ltd. - Australia.
- Effective 1 April 2019, the Group has adopted Ind AS 116 - Leases using modified retrospective approach. On account of such adoption of the new standard, the Group has recognised right of use asset and a corresponding lease liability. The adoption of the standard did not have any material impact to the profit of the Group.
- The Group has only one reportable primary business segment as per Ind AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- In 2017, Magotteaux International S.A. started an ICC Arbitration against AIA Engineering Limited, for alleged breach of Settlement Agreement and infringement of patent claiming damages. The Tribunal has passed an award on 2 August 2019 finding that it does not have jurisdiction to hear this dispute, thereby dismissing all claims of Magotteaux.
- Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.



Place: Ahmedabad
Date: 12 August 2019



By Order of Board of Directors
For AIA Engineering Limited

(Bhadresh K. Shah)
Managing Director
DIN:00058177

B S R & Co. LLP

Chartered Accountants

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

To,
Board of Directors of
AIA Engineering Limited

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

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

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

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

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

- 5 Attention is drawn to the fact that the figures for the 3 months ended 31 March 2019 as reported in these unaudited consolidated financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- 6 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 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
- 7 We did not review the interim financial results of 1 subsidiary included in the Statement, whose interim financial results reflect total revenues of INR 4,181.50 lakhs, total net profit after tax of INR 26.86 lakhs and total comprehensive income of INR 27.74 lakhs for the quarter ended 30 June 2019, as considered in the unaudited consolidated financial results. These interim financial results has been reviewed by other auditor 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 auditor and the procedures performed by us as stated in paragraph 3 above.

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

- 8 The Statement includes the interim financial information of 1 wholly owned subsidiary and 7 step-down subsidiaries which have not been reviewed, whose interim financial information reflect total revenues of INR 18,311.20 lakhs, total net loss after tax of INR 377.54 lakhs and total comprehensive loss of INR 368.57 lakhs for the quarter ended 30 June 2019 as considered in the Statement. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

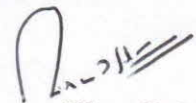
Certain of these subsidiaries are located outside India whose financial information have been prepared in accordance with accounting principles generally accepted in their respective countries. The Parent's management has converted the financial information of such subsidiaries located outside India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

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

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

Chartered Accountants

Firm Registration Number: 101248W/W-100022



Nirav Patel

Partner

Membership No.: 113327

ICAI UDIN: 19113327AAAABP4626

Place: Ahmedabad

Date: 12 August 2019