

# RAMKRISHNA FORGINGS LIMITED

Date: 8 November, 2023

To The Listing Department <b>BSE Limited</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001  <b>BSE SCRIP CODE: 532527</b>	To The Listing Department <b>National Stock Exchange of India Limited</b> “Exchange Plaza” C-1, Block G, Bandra-Kurla Complex, Bandra (E), Mumbai- 400 051  <b>NSE SYMBOL: RKFORGE</b>
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Dear Sir/Madam,

**Sub: Approval of the Unaudited Interim Condensed Consolidated Financial Statements for the Half Year ended 30 September, 2023 and 30 September, 2022**

**Re: Intimation under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

In compliance with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended (SEBI LODR Regulations) and in furtherance to the Outcome of the Board Meeting dated Thursday, 19 October, 2023 in relation to the approval of the Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Half Year ended 30 September, 2023, we wish to inform you that the Board of Directors of the Company, through resolution by circulation, today i.e., Wednesday, 8 November, 2023, have approved the Unaudited Interim Condensed Consolidated Financial Statements for the Half Year ended 30 September, 2023 and Half Year ended 30 September, 2022 ("Interim Financials"), prepared in accordance with IND AS 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act along with respective Review Reports of the Interim Financials issued by the Joint Statutory Auditors of the Company, S.R. Batliboi & Co. LLP, Chartered Accountants and S. K. Naredi & Co. Chartered Accountants. Copy of the same is attached herewith.

We request you to take the above on record and consider as compliance under the applicable regulations of the SEBI LODR Regulations.

Copy of the same is being also made available on the website of the Company at [www.ramkrishnaforgings.com](http://www.ramkrishnaforgings.com).

Thanking you.

Yours truly,  
**For Ramkrishna Forgings Limited**



**Rajesh Mundhra**  
**Company Secretary & Compliance Officer**  
**ACS 12991**  
Place: Kolkata

Encl.: As above



REGISTERED & CORPORATE OFFICE

23 CIRCUS AVENUE, KOLKATA 700017, WEST BENGAL, INDIA

PHONE : (+91 33)4082 0900 / 7122 0900, FAX : (+91 33)4082 0998 / 7122 0998, EMAIL : [info@ramkrishnaforgings.com](mailto:info@ramkrishnaforgings.com), WEB : [www.ramkrishnaforgings.com](http://www.ramkrishnaforgings.com)

CIN NO. :L74210WB1981PLC034281

## Review Report

### Review Report to The Board of Directors Ramkrishna Forgings Limited

We, S.R. Batliboi & Co. LLP ("SRBC") and S. K. Naredi & Co. ("SKN"), have jointly reviewed the accompanying Interim Condensed Consolidated Financial Statements of **Ramkrishna Forgings Limited** (the "Holding Company" or "Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its joint venture, which comprise the interim condensed consolidated Balance Sheet as at September 30, 2023 and the related interim condensed consolidated Statement of Profit and Loss (including the interim condensed consolidated statement of other comprehensive income), interim condensed consolidated Statement of Changes in Equity and interim condensed consolidated Statement of Cash Flows for the six months period ended September 30, 2023, and an interim condensed summary of material accounting policy information and other explanatory information (together hereinafter referred to as "Interim Condensed Consolidated Financial Statements").

### Management's Responsibility for the Financial Statements

This Interim Condensed Consolidated Financial Statements, which is the responsibility of the Holding Company's management and have been approved by the Board of Directors of the Holding Company, has been prepared in accordance with the 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. These Interim Condensed Consolidated Financial Statements have been prepared solely in connection with the proposed offering of equity shares by the Company in a Qualified Institutions Placement in accordance with the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations") and the Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note"). Our responsibility is to express a conclusion on the Interim Condensed Consolidated Financial Statements based on our review.

### Scope of review

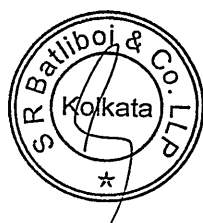
We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making 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.

### Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements are not prepared, in all material respects, in accordance with the principles of Ind AS-34 prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India.

### Other matters

- 1) a. The Interim Condensed Consolidated Financial Statements includes the unaudited interim condensed financial statements and other financial information in respect of four (4) subsidiaries, whose unaudited interim condensed financial statements reflect total assets of Rs. 25,796.16 lakhs as at September 30, 2023, total revenues of Rs 19,871.25 lakhs and net cash outflows of Rs. 325.02 lakhs for the six months period ended



September 30, 2023 as considered in the Interim Condensed Consolidated Financial Statements, which have been reviewed by their respective independent auditors / practitioners.

The independent auditor's / practitioner's report on interim financial statements/ financial information of these entities have been furnished to us by the Company's management and our conclusion on the Interim Condensed Consolidated Financial Statements, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors/ practitioners.

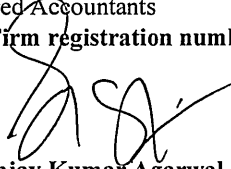
b. We did not jointly review the interim condensed consolidated financial statements of one (1) subsidiary including its one (1) wholly owned subsidiary, whose consolidated financial statements reflected total assets of Rs. 15,664.77 lakhs as at September 30, 2023, total revenue of Rs 3,588.10 lakhs and net cash inflows of Rs 129.42 lakhs for the period from August 23, 2023 to September 30, 2023 included in the Interim Condensed Consolidated Financial Statements. Those consolidated financial statements and other information were reviewed and reported upon by one of the other joint auditors, and our joint conclusion, in so far as it related to the amounts and disclosures included for such subsidiary is based solely on the report of one of the other joint auditors.

c. We did not jointly review the interim condensed financial statements of one (1) joint venture, whose financial statements reflected Group's share of net loss of Rs. 38.29 lakhs for the period from June 9, 2023 to September 30, 2023 included in the Interim Condensed Consolidated Financial Statements. Those financial statements and other information were reviewed and reported upon by one of the other joint auditors, and our joint conclusion, in so far as it related to the amounts and disclosures included for such joint venture is based solely on the report of one of the other joint auditors.

Our conclusion on the Interim Condensed Consolidated Financial Statements is not modified in respect of the matters stated in above mentioned paras with respect to our reliance on the work done and the reports of the other auditors / practitioners.

- 2) These Interim Condensed Consolidated Financial Statements have been prepared for the purpose of the proposed offering of equity shares by the Company in a Qualified Institutions Placement as referred in Note 2.2 of the accompanying Interim Condensed Consolidated Financial Statements. We do not accept or assume responsibility for any other purpose.
- 3) The Group has prepared separate Statement of Unaudited Consolidated Financial Results (the "Consolidated Financial Results") for the quarter and half year ended September 30, 2023, in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting", on which we have issued a separate auditor's review report dated October 19, 2023. These Unaudited Consolidated Financial Results are prepared for submission by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.


For S.R. BATLIBOI & Co. LLP  
Chartered Accountants  
ICAI Firm registration number: 301003E/E300005

  
per Sanjay Kumar Agarwal  
Partner  
Membership No.: 060352



UDIN: 23060352BGWRHD4506  
Place: Kolkata  
Date: November 08, 2023

For S.K.NAREDI & Co.  
Chartered Accountants  
ICAI Firm registration number: 003333C

  
per Abhijit Bose  
Partner  
Membership No.: 056109



UDIN: 23056109BGWHMT9687  
Place: Kolkata  
Date: November 08, 2023

**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Balance Sheet as at September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

Note No.	As at September 30, 2023 (Unaudited)	As at March 31, 2023 (Audited)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	4	1,80,115.06	1,65,705.22
(b) Capital work-in-progress		18,139.86	9,067.04
(c) Goodwill		7,372.61	503.19
(d) Intangible assets		5,301.63	104.39
(e) Right-of-use assets		6,227.37	2,963.11
(f) Investment in joint venture	5(a)	18.95	-
<b>(g) Financial assets</b>			
(i) Investments	5(b)	1,013.00	10.50
(ii) Loans		172.31	140.76
(iii) Other financial assets		2,784.28	1,981.14
(h) Non-current tax assets (net)		249.58	250.29
(i) Deferred tax assets (net)		11.72	67.57
(j) Other non-current assets		11,154.98	7,211.02
		<u>2,32,561.35</u>	<u>1,88,004.23</u>
<b>Current assets</b>			
(a) Inventories	6	1,02,400.95	90,690.71
<b>(b) Financial assets</b>			
(i) Investments	5(c)	56.98	-
(ii) Trade receivables		90,071.59	77,521.75
(iii) Cash and cash equivalents	7(a)	2,446.45	4,452.59
(iv) Bank balances other than (iii) above	7(b)	4,035.86	277.54
(v) Loans		764.27	102.33
(vi) Other financial assets		2,048.12	829.05
(c) Current tax assets (net)		517.46	322.42
(d) Other current assets		13,204.53	10,843.07
		<u>2,15,546.21</u>	<u>1,85,039.46</u>
		<u>4,48,107.56</u>	<u>3,73,043.69</u>
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital		3,289.79	3,197.79
(b) Other equity		1,51,165.94	1,28,978.53
<b>TOTAL EQUITY</b>		<u>1,54,455.73</u>	<u>1,32,176.32</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>(a) Financial liabilities</b>			
(i) Borrowings	8	85,533.32	75,758.50
(ia) Lease liabilities		2,727.15	2,054.09
(b) Provisions		102.02	84.70
(c) Deferred tax liabilities (net)		13,427.61	11,587.99
(d) Other non-current liabilities		4,150.15	4,361.44
		<u>1,05,940.25</u>	<u>93,846.72</u>
<b>Current liabilities</b>			
<b>(a) Financial liabilities</b>			
(i) Borrowings	8	67,115.98	54,974.02
(ia) Lease liabilities		762.22	552.98
(ii) Trade payables			
a) Total outstanding dues of micro enterprises and small enterprises		1,890.70	1,644.97
b) Total outstanding dues of creditors other than micro enterprises and small enterprises		95,250.51	77,505.63
(iii) Other financial liabilities		13,002.66	6,164.15
(b) Other current liabilities		7,415.29	3,476.49
(c) Provisions		1,283.88	876.05
(d) Current tax liabilities (net)		990.34	1,826.36
		<u>1,87,711.58</u>	<u>1,47,020.65</u>
		<u>2,93,651.83</u>	<u>2,40,867.37</u>
		<u>4,48,107.56</u>	<u>3,73,043.69</u>
<b>TOTAL LIABILITIES</b>			
<b>TOTAL EQUITY &amp; LIABILITIES</b>			

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedia)  
Wholesale Director  
DIN: 00375557

(Rajesh Mundhra)  
Company Secretary  
ACS - 12991

(Chaitanya Jalan)  
Wholesale Director  
DIN: 07540301

(Lalit Kumar Khetan)  
Wholesale Director & CFO  
DIN: 00533671 & FCA: 056935



# RAMKRISHNA FORGINGS LIMITED

Interim Condensed Consolidated Statement of Profit & Loss for the six-months period ended September 30, 2023

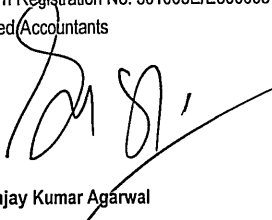
(All amounts in INR Lakhs, unless otherwise stated)

Note No.	Period ended September 30, 2023 (Unaudited)	Period ended September 30, 2022 (Unaudited)
<b>Income</b>		
Revenue from operations	1,87,382.67	1,52,377.25
Other income	882.20	142.13
<b>Total Income (i)</b>	<b>1,88,264.87</b>	<b>1,52,519.38</b>
<b>Expenses</b>		
Cost of materials consumed	88,529.97	75,427.06
Cost of services	11,252.60	8,609.62
Purchase of traded goods	6.76	1,902.40
Increase in inventories of finished goods, work in progress, traded goods and scrap	(970.83)	(8,737.66)
Employee benefits expense	9,541.23	7,887.63
Power and fuel	10,710.44	8,915.23
Finance costs	7,491.40	5,544.65
Depreciation and amortisation expenses	11,804.38	9,682.58
Other expenses	28,516.70	25,840.40
<b>Total Expenses (ii)</b>	<b>1,66,882.65</b>	<b>1,35,071.91</b>
<b>Profit before share of profit / (loss) of joint venture and tax (i-ii)</b>	<b>21,382.22</b>	<b>17,447.47</b>
Share of loss of joint venture (iii)	(38.29)	-
<b>Profit before tax (iv) = (i - ii - iii)</b>	<b>21,343.93</b>	<b>17,447.47</b>
<b>Tax expense</b>		
a) Current tax -		
- Pertaining to profit for the current period	5,775.77	5,889.14
- Tax adjustments for earlier period	34.83	(70.55)
b) Deferred tax charge/(credit)	(539.10)	(232.67)
<b>Total tax expense (v)</b>	<b>5,271.50</b>	<b>5,585.92</b>
<b>Profit for the period (vi) = (iv - v)</b>	<b>16,072.43</b>	<b>11,861.55</b>
<b>Other comprehensive income / (Loss)</b>		
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>		
i) Re-measurement gain / (loss) on defined benefit plans	(90.02)	30.37
ii) Income tax effect on above	22.66	(10.04)
<b>Other comprehensive income to be reclassified to profit or loss in subsequent periods</b>		
Exchange difference on translation of foreign operations	1.29	(3.14)
<b>Other comprehensive income / (loss) for the period (net of tax) (vii)</b>	<b>(66.07)</b>	<b>17.19</b>
<b>Total comprehensive income for the period (vi + vii)</b>	<b>16,006.36</b>	<b>11,878.74</b>
<b>Earnings per equity share (EPS) ₹ -</b>		
(Face value ₹ 2/- per share)	10	
1) Basic	10.05*	7.42*
2) Diluted	9.89* #	7.42*
* not annualised		
# after considering impact of share warrants		

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

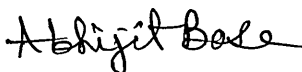


Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants



Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedia)  
Wholtime Director  
DIN: 00375557

(Rajesh Mundhra)  
Company Secretary  
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(Chattanya Jalan)  
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(Lalit Kumar Khetan)  
Wholtime Director & CFO  
DIN: 00533671 & FCA: 056935



**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Statement of Changes in Equity for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

**A Equity Share Capital**

Particulars	Balance as at April 1, 2023	Issue of equity shares against conversion of warrants (Refer note 10)	Balance as at September 30, 2023
Equity Share of ₹ 2/- each issued, subscribed and fully paid	3,197.79	92.00	3,289.79
Equity Share in numbers	15,98,89,535	46,00,000	16,44,89,535

Particulars	Balance as at April 1, 2022	Changes in equity share capital	Balance as at September 30, 2022
Equity Share of ₹ 2/- each issued, subscribed and fully paid	3,197.79	-	3,197.79
Equity Share in numbers	15,98,89,535	-	15,98,89,535

**B Other Equity**

	Reserves and Surplus						Other Reserve	Total	
	Capital Reserve	Securities Premium	General reserve	Employee Stock Options Outstanding (ESOP)	Capital redemption reserve	Money received against Share Warrants (Refer note 10)			Retained earnings
Balance as at April 1, 2023	3,546.01	37,017.33	5,110.81	748.73	67.50	2,357.50	80,116.42	14.23	1,28,978.53
Profit for the period	-	-	-	-	-	-	16,072.43	-	16,072.43
Other comprehensive income (net of tax) :									
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:									
- Re-measurement loss on defined benefit plans	-	-	-	-	-	-	(67.36)	-	(67.36)
Other comprehensive income to be reclassified to profit or loss in subsequent periods:									
- Exchange difference on translation of foreign operations	-	-	-	-	-	-	-	1.29	1.29
Total comprehensive income for the period	-	-	-	-	-	-	16,005.07	1.29	16,006.36
Money received against share warrants (Refer note 10)	-	-	-	-	-	7,072.50	-	-	7,072.50
Issue of equity shares against conversion of warrants (Refer note 10)	-	9,338.00	-	-	-	(9,430.00)	-	-	(92.00)
Dividend on equity shares (Refer note 16)	-	-	-	-	-	-	(799.45)	-	(799.45)
	-	9,338.00	-	-	-	(2,357.50)	(799.45)	-	6,181.05
Balance as at September 30, 2023	3,546.01	46,355.33	5,110.81	748.73	67.50	-	95,322.04	15.52	1,51,165.94
Balance as at April 1, 2022	3,546.01	37,017.33	4,610.81	748.73	67.50	-	58,615.46	34.92	1,04,640.76
Profit for the period	-	-	-	-	-	-	11,861.55	-	11,861.55
Other comprehensive income (net of tax) :									
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:									
- Re-measurement gain on defined benefit plans	-	-	-	-	-	-	20.33	-	20.33
Other comprehensive income to be reclassified to profit or loss in subsequent periods:									
- Exchange difference on translation of foreign operations	-	-	-	-	-	-	(3.14)	-	(3.14)
Total comprehensive income for the period	-	-	-	-	-	-	11,878.74	-	11,878.74
Dividend on equity shares (Refer note 16)	-	-	-	-	-	-	(1,119.23)	-	(1,119.23)
Foreign currency translation reserve	-	-	-	-	-	-	-	14.14	14.14
	-	-	-	-	-	-	(1,119.23)	14.14	(1,105.09)
Balance as at September 30, 2022	3,546.01	37,017.33	4,610.81	748.73	67.50	-	69,374.97	49.06	1,15,414.41

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

*(Signature)*

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedra)  
Wholetime Director  
DIN: 00375557

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Company Secretary  
ACS - 12991

*(Signature)*

(Chaitanya Jalan)  
Wholetime Director  
DIN: 07540301

*(Signature)*

(Lalit Kumar Khetan)  
Wholetime Director & CFO  
DIN: 00533671 & FCA: 056935

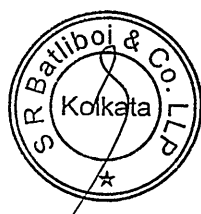


**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Statement of Cash Flows for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

	Period ended September 30, 2023 (Unaudited)	Period ended September 30, 2022 (Unaudited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit before share of profit / (loss) of joint venture and tax	21,382.22	17,447.47
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization expenses	11,804.38	9,682.58
Balances written off (Net)	218.02	235.98
Allowance for bad debt and doubtful debts	-	283.77
(Profit) / loss on sale of property, plant and equipment (net)	(121.26)	5.26
Share of loss of joint venture	38.29	-
Profit on sales of mutual fund	(9.20)	-
Interest income	(150.10)	(50.44)
Net foreign exchange differences (unrealised)	(1,513.31)	(1,907.71)
Amortisation of government grants	(583.70)	(604.91)
Finance costs	7,491.40	5,544.65
<b>Operating Profit before changes in operating assets and liabilities</b>	<b>38,556.74</b>	<b>30,636.65</b>
<b>Changes in operating assets and liabilities:</b>		
(Increase) / Decrease in trade receivables	(9,877.85)	11,783.47
Increase in inventories	(8,593.68)	(13,155.73)
(Increase) / Decrease in loans	(8.00)	94.19
(Increase) / Decrease in other financial assets	(720.70)	2,064.05
Increase in other assets	(1,717.62)	(2,300.01)
Increase in provisions	303.57	24.50
Increase in trade payables	15,135.68	10,099.23
Increase / (Decrease) in other financial liabilities	448.63	(161.95)
Increase in other liabilities	3,394.13	218.09
<b>Cash generated from operations</b>	<b>36,920.90</b>	<b>39,302.49</b>
Direct tax paid	(7,038.54)	(3,268.63)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES (A)</b>	<b>29,882.36</b>	<b>36,033.86</b>
<b>B. CASH FLOW USED IN INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in-progress, capital creditors and capital advances)	(26,584.31)	(15,502.19)
Proceeds from sale of property, plant and equipment	116.82	33.33
Payments towards acquisition of a subsidiary acquired in a business combination (Refer note 15)	(18,467.30)	-
Investments in fixed deposits with banks	(3,552.00)	(577.82)
Proceeds from maturity of fixed deposits with banks	413.23	572.65
Investment in optionally convertible debentures	(1,000.00)	-
Investment in joint venture company	(57.24)	-
Proceeds from liquid mutual funds	159.27	5,500.00
Interest Received	165.22	86.55
<b>NET CASH USED IN INVESTING ACTIVITIES (B)</b>	<b>(48,806.31)</b>	<b>(9,887.48)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from issue of equity share capital including securities premium (including share warrants)	7,072.50	-
Dividend paid on equity shares (Refer note 16)	(799.45)	(1,119.23)
Interest paid	(7,177.88)	(5,231.12)
Loan taken/(repaid) to group company (net)	824.42	(1,450.93)
Payment of lease liabilities	(377.40)	(337.09)
Proceeds from long term borrowings	24,867.44	5,637.55
Repayment of long term borrowings	(14,550.34)	(12,368.06)
Short term borrowings (net)	7,058.52	(14,566.05)
<b>NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (C)</b>	<b>16,917.81</b>	<b>(29,434.93)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(2,006.14)</b>	<b>(3,288.55)</b>
Opening cash and cash equivalents	4,452.59	3,617.38
Closing cash and cash equivalents	2,446.45	328.83
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,006.14)</b>	<b>(3,288.55)</b>
<b>Notes:</b>	<b>As at September 30, 2023 (Unaudited)</b>	<b>As at September 30, 2022 (Unaudited)</b>
a) Cash and cash equivalents Include:		
Cash and cash equivalents:		
i) Cash in hand	11.76	11.44
ii) Balances with banks		
- On current accounts	1,728.92	317.39
- On share warrant account	460.50	-
- Fixed deposits with original maturity of less than 3 months	245.27	-
<b>Cash and cash equivalents</b>	<b>2,446.45</b>	<b>328.83</b>





**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Statement of Cash Flows for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

**Changes in liabilities arising from financing activities**

Particulars	April 1, 2023	Cash Flows (Net)	On account of Ind AS 116	Acquired in a business combination (Refer Note 15)	Others @	September 30, 2023
Current borrowings (excluding current maturities of long term borrowings (secured))	38,062.49	7,882.94	-	-	17.83	45,963.26
Non current borrowings (including current maturities of long term borrowings (secured))	92,670.03	10,317.10	-	4,098.05	(399.14)	1,06,686.04
Lease Liabilities	2,607.07	(377.40)	1,229.22	30.48	-	3,489.37
<b>Total liabilities from financing activities</b>	<b>1,33,339.59</b>	<b>17,822.64</b>	<b>1,229.22</b>	<b>4,128.53</b>	<b>(381.31)</b>	<b>1,56,138.67</b>

Particulars	April 1, 2022	Cash Flows (Net)	On account of Ind AS 116	Acquired in a business combination	Others @	September 30, 2022
Current borrowings (excluding current maturities of long term borrowings (secured))	58,726.05	(14,566.05)	-	-	11.20	44,171.20
Non current borrowings (including current maturities of long term borrowings (secured))	1,00,385.58	(6,730.51)	-	-	964.14	94,619.21
Lease Liabilities	2,714.18	(337.09)	759.01	-	-	3,136.10
<b>Total liabilities from financing activities</b>	<b>1,61,825.81</b>	<b>(21,633.65)</b>	<b>759.01</b>	<b>-</b>	<b>975.34</b>	<b>1,41,926.51</b>

@ Represents the impact of foreign exchange reinstatement on foreign currency borrowings and changes in fair value of borrowings measured at amortised cost using the effective interest rate method as at September 30, 2023 and September 30, 2022.

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batliloi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

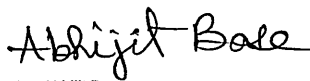


Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

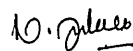


Per Abhijit Bose  
Partner  
Membership No. 056109

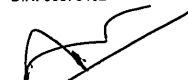
Place: Kolkata  
Dated: November 8, 2023




For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited



( Naresh Jalan )  
Managing Director  
DIN: 00375462



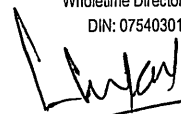
( Pawan Kumar Kedia )  
Wholtime Director  
DIN: 00375557



( Rajesh Mundhra )  
Company Secretary  
ACS - 12991



( Chaitanya Jalan )  
Wholtime Director  
DIN: 07540301



( Lalit Kumar Khetan )  
Wholtime Director & CFO  
DIN: 00533671 & FCA: 056935





## RAMKRISHNA FORGINGS LIMITED

Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

### 1. Group Overview

Ramkrishna Forgings Limited (the "Holding Company" or the "Parent Company") is a Public Company domiciled in India and incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on National Stock Exchange of India Limited (NSE) and BSE Limited (BSE). The registered office of the Holding Company is located at 23, Circus Avenue, 9th floor, Kolkata - 700 017, West Bengal, India.

The Holding Company is primarily engaged in manufacturing and sale of forged components of automobiles, railway wagons & coach and engineering parts. The Holding Company presently has manufacturing facilities at Gamarua, Adityapur Industrial Area, Baliguma, Dugni at Saraikela, Jamshedpur in Jharkhand and at Liluah in West Bengal.

The interim condensed consolidated financial statements comprise of interim condensed financial statements of the Holding Company and its subsidiaries (collectively, "the Group") and its joint venture as follows :

- a. Ramkrishna Forgings Limited - the Holding Company
- b. Globe All India Services Limited (Formerly known as Globe Forex & Travel Ltd.) - wholly owned subsidiary of the Holding Company.
- c. Ramkrishna Aeronautics Private Limited - wholly owned subsidiary of the Holding Company.
- d. Ramkrishna Forgings LLC, USA - wholly owned subsidiary of the Holding Company.
- e. RKFL Engineering Industry Private Limited. (w.e.f. March 6, 2023) - wholly owned subsidiary of the Holding Company
- f. Multitech Auto Private Limited (w.e.f. August 23, 2023) - wholly owned subsidiary of the Holding Company
- g. Mal Metalliks Private Limited - wholly owned subsidiary of Multitech Auto Private Limited
- h. Ramkrishna Tilagarh Rail Wheels Limited (incorporated w.e.f June 9, 2023) – Joint Venture of the Holding Company

### 2. Basis of Preparation and interim condensed material accounting policy information

#### 2.1 Basis of Preparation of Interim Condensed Consolidated financial statements and compliance with Indian Accounting Standards "Ind-AS"

The Interim Condensed Consolidated Financial Statements of the Group and its joint venture has been prepared in accordance with the 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. The interim condensed consolidated financial statements have been prepared on a going concern basis under historical cost convention and on accrual method of accounting, except for certain financial assets/liabilities measured at fair value as described in accounting policies regarding financial instruments. These Interim Condensed Consolidated Financial statements are presented in INR which is the Group's functional and presentation currency and all values are rounded to the nearest lakhs (INR 1,00,000), except when otherwise indicated. The accounting policies adopted in the preparation of these interim condensed consolidated financial statements are consistent with those followed in preparation of the audited annual consolidated financial statements as at and for the year ended March 31, 2023.

#### 2.2 Purpose of the Interim Condensed Consolidated Financial Statements

These Interim Condensed Consolidated Financial Statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's latest audited annual consolidated financial statements. These Interim Condensed Consolidated Financial Statements have been prepared solely in connection with the proposed offering of equity shares by the Holding Company in a Qualified Institutions Placement in accordance with the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations") and the Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note"). These Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2023 of the Group and its joint venture were approved in accordance with the resolution passed by the Board of Directors of the Holding Company on November 8, 2023.

#### 2.3 Current v/s Non Current Classification

The Group presents assets and liabilities in the Balance Sheet based on current / non-current classification.

An asset is classified as current when it is:

- a. Expected to be realised or intended to be sold or consumed in the normal operating cycle,
- b. Held primarily for the purpose of trading,
- c. Expected to be realised within twelve months after the reporting period, or
- d. Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- a. It is expected to be settled in the normal operating cycle,
- b. It is held primarily for the purpose of trading,
- c. It is due to be settled within twelve months after the reporting period, or
- d. There is no unconditional right to defer settlement of the liability beyond at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

#### Historical cost convention

These Interim condensed consolidated financial statements have been prepared on a historical cost basis, except the following, which are measured at fair values:-

- i) certain financial assets and liabilities (including derivative instruments);
- ii) Plan assets of defined benefit employee benefit plans

#### 2.4 Principles of Consolidation

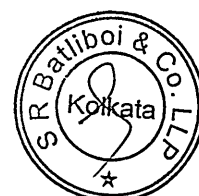
a. Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the Interim condensed financial statements of the Holding and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Interim condensed consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the interim condensed consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's Interim condensed financial statements in preparing the interim condensed consolidated financial statements to ensure conformity with the group's accounting policies.

The interim condensed financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the Holding company, i.e., six-months period ended on September 30, 2023.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Holding of the Group and to the non-controlling interests if any, even if this results in the non-controlling interests having a deficit balance.



b. A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining whether significant influence or joint control are similar to those necessary to determine control over the subsidiaries.

The Group's investments in its joint venture are accounted for using the equity method. Under the equity method, the investment in a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the joint venture since the acquisition date. Goodwill relating to the joint venture is included in the carrying amount of the investment and is not tested for impairment individually.

The statement of profit and loss reflects the Group's share of the results of operations of the joint venture. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the joint venture, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and joint venture are eliminated to the extent of the interest in the joint venture.

If an entity's share of losses of a joint venture equals or exceeds its interest in the joint venture (which includes any long-term interest that, in substance, form part of the Group's net investment in the joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the joint venture. If the joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of a joint venture is shown on the face of the statement of profit and loss outside operating profit.

The financial statements of the joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

2.5 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Type of asset	Useful lives estimated by the management
Customer-related intangible assets	15 years
Computer software	5 years

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

2.6 Business Combinations

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value. Acquisition-related costs are expensed as incurred.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. However, Deferred tax assets or liabilities, and the assets or liabilities related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Tax and Ind AS 19 Employee Benefits respectively.

Any contingent consideration to be transferred by the acquirer is recognised at fair value at the acquisition date. Contingent consideration classified as an asset or liability that is a financial instrument and within the scope of Ind AS 109 Financial Instruments, is measured at fair value with changes in fair value recognised in profit or loss in accordance with Ind AS 109. If the contingent consideration is not within the scope of Ind AS 109, it is measured in accordance with the appropriate Ind AS and shall be recognised in profit or loss. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and subsequent its settlement is accounted for within equity.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is tested for impairment annually, or more frequently when there is an indication that it may be impaired. Any impairment loss for goodwill is recognised in profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group reports provisional amounts for the items for which the accounting is incomplete. These provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.

3.1 Standard issued but not effective

There are no standards issued but not yet effective up to the date of issuance of the Holding Company's interim condensed consolidated financial statements.

3.2 Changes in accounting policies and disclosures

i. Amendments in Ind AS

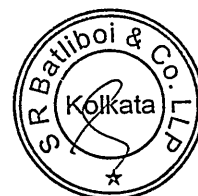
The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated 31 March 2023 to amend the following Ind AS which are effective from April 1, 2023. However, these amendments does not have an impact on the interim condensed consolidated financial statements including material accounting policy information.

a. Ind AS 1 – Disclosure of material accounting policies:

The amendments related to shifting of disclosure of erstwhile "significant accounting policies" to "material accounting policies" in the notes to the financial statements requiring companies to reframe their accounting policies to make them more "entity specific". This amendment aligns with the "material" concept already required under International Financial Reporting Standards (IFRS).

b. Ind AS 8 – Definition of accounting estimates:

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a "change in accounting estimates" has been replaced with a definition of "accounting estimates." Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty." Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty.

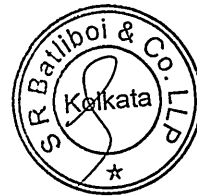


**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

**c. Ind AS 12 – Income Taxes:**

The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12. At the date of transition to Ind ASs, a first-time adopter shall recognise a deferred tax asset to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Similarly, a deferred tax liability for all deductible and taxable temporary differences associated with: a) right-of-use assets and lease liabilities. b) decommissioning, restoration and similar liabilities and the corresponding amounts recognised as part of the cost of the related asset. Therefore, if a Group has not yet recognised deferred tax on right-of-use assets and lease liabilities or has recognised deferred tax on net basis, the same need to recognise on gross basis based on the carrying amount of right-of-use assets and lease liabilities.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

## 4. Property, plant and equipment

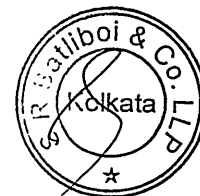
(All amounts in INR Lakhs, unless otherwise stated)

Particulars	Freehold Land (Including cost of Development)	Factory Shed and Building	Office Building	Plant and machinery	Furniture and fixtures	Vehicles	Office equipments	Computer	Air Conditioning Machines	Total
<b>Cost</b>										
As at April 1, 2022	3,155.38	19,133.90	12,580.32	1,68,337.55	3,883.97	884.35	831.74	1,148.73	817.86	2,10,773.80
Additions <sup>e</sup>	-	6,407.19	2,949.97	29,748.16	1,854.64	285.57	31.15	409.04	38.03	41,723.75
Disposals/ deductions	-	-	62.16	223.43	16.62	187.63	-	-	23.78	513.62
As at March 31, 2023	3,155.38	25,541.09	15,468.13	1,97,862.28	5,721.99	982.29	862.89	1,557.77	832.11	2,51,983.93
As at April 1, 2023	3,155.38	25,541.09	15,468.13	1,97,862.28	5,721.99	982.29	862.89	1,557.77	832.11	2,51,983.93
Additions <sup>e</sup>	-	4.87	-	17,480.09	95.70	553.53	18.25	205.66	45.63	18,403.73
Acquired in a business combination (Refer Note 15)	-	1,221.03	92.00	6,244.41	38.74	33.54	33.39	18.19	-	7,681.30
Disposals/ deductions	-	-	0.19	759.11	13.87	73.56	0.46	0.17	-	847.36
As at September 30, 2023	3,155.38	26,766.99	15,559.94	2,20,827.67	5,842.56	1,495.80	914.07	1,781.45	877.74	2,77,221.60
<b>Depreciation</b>										
As at April 1, 2022	-	2,096.76	1,282.05	60,070.72	1,937.73	259.51	378.54	711.57	406.81	67,143.69
Charge for the period	-	639.82	294.64	17,681.89	387.87	112.67	143.83	179.41	69.59	19,509.72
Disposals/ deductions	-	-	12.44	180.88	15.79	144.00	-	-	21.59	374.70
As at March 31, 2023	-	2,736.58	1,564.25	77,571.73	2,309.81	228.18	522.37	890.98	454.81	86,278.71
As at April 1, 2023	-	2,736.58	1,564.25	77,571.73	2,309.81	228.18	522.37	890.98	454.81	86,278.71
Charge for the period	-	432.40	170.58	10,260.43	268.50	67.07	73.13	139.49	34.01	11,445.61
Disposals/ deductions	-	-	0.02	583.16	10.23	23.91	0.44	0.02	-	617.78
As at September 30, 2023	-	3,168.98	1,734.81	87,249.00	2,568.08	271.34	595.06	1,030.45	488.82	97,106.54
<b>Net Block</b>										
As at March 31, 2023	3,155.38	22,804.51	13,903.88	1,20,290.55	3,412.18	754.11	340.52	666.79	377.30	1,65,705.22
As at September 30, 2023	3,155.38	23,598.01	13,825.13	1,33,578.67	3,274.48	1,224.46	319.01	751.00	388.92	1,80,115.06

@ An amount of ₹ 1,744.67 lakhs (March 31, 2023 : ₹ 1,921.68 lakhs) included in plant and machinery is towards expenses incurred on Trial run.

i) For lien / charge against property, plant and equipment, Refer note 8.2

ii) Refer note 12B for disclosure of contractual commitments for acquisition of property, plant and equipment.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 5. Investments

5 (a). Investment in equity instruments (Non-current) Investments in joint venture (carrying amount determined using the equity method of accounting)	Face Value per share (₹)	Number of shares		Amount	
		As at September 30, 2023	As at March 31, 2023	As at September 30, 2023	As at March 31, 2023
Unquoted Ramkrishna Titagarh Rail Wheels Limited (Refer note i below)					
Cost of acquisition	10.00	5,72,449	-	57.24	-
Less: Group Share of loss				(38.29)	-
Aggregate value of unquoted Investments				18.95	-

5. (b) Investments (other body corporate) (Non-current)	Face Value per share / debenture (₹)	Number of shares / debentures		Amount	
		As at September 30, 2023	As at March 31, 2023	As at September 30, 2023	As at March 31, 2023
At fair value through other comprehensive income Unquoted equity instruments (fully paid) Adityapur Auto Cluster	1,000	1,300	1,050	13.00	10.50
At fair value through profit and loss Investments in debentures 0.001% Unlisted, unsecured, redeemable optionally convertible debentures - TSUYO Manufacturing Private Limited (Refer note ii below)	1,000	1,00,000	-	1,000.00	-
Aggregate value of unquoted investments				1,013.00	10.50

## 5. (c) Investments (Current)

Investments in Liquid Mutual funds measured at Fair value through profit and loss

- Sundaram Large and Mid Cap Fund  
- Sundaram Services Fund Regular Growth  
- Sundaram Flexi Cap Fund  
- UTI Nifty 200 Momentum 30 Index Fund

	Number of units		Amount	
	As at September 30, 2023	As at March 31, 2023	As at September 30, 2023	As at March 31, 2023
	1,270.95	-	0.80	-
	799.49	-	0.20	-
	4,407.86	-	0.50	-
	3,189.69	-	0.50	-
			2.00	-

Investments in Equity Instruments measured at Fair value through profit and loss

Quoted Share

- Union Bank of India  
- Gautam Resources Ltd  
- Blue Print Securities Ltd  
- Aarti Industries Ltd  
- Ajanta Pharma Limited  
- CCL Products (I) Ltd  
- Centum Electronics Ltd  
- Divi s Laboratories Ltd  
- Eicher Motors Ltd  
- Elecon Eng. Co. Ltd  
- Endurance Techno. Ltd.  
- Igarashi Motors India Ltd  
- Kirloskar Pneumatic Co. Ltd.  
- Larsen & Toubro Ltd.  
- Laurus Labs Limited  
- Supreme Industries Ltd  
- Ultratech Cement Limited  
- CIE Automotive India Ltd.

	Number of units / shares		Amount	
	As at September 30, 2023	As at March 31, 2023	As at September 30, 2023	As at March 31, 2023
	101.00	-	0.11	-
	5,000.00	-	0.75	-
	2,500.00	-	0.16	-
	496.00	-	2.44	-
	209.00	-	3.77	-
	469.00	-	3.02	-
	346.00	-	4.99	-
	84.00	-	3.16	-
	83.00	-	2.87	-
	647.00	-	5.01	-
	212.00	-	3.38	-
	727.00	-	4.48	-
	504.00	-	3.33	-
	119.00	-	3.60	-
	844.00	-	3.34	-
	102.00	-	4.21	-
	35.00	-	2.89	-
	723.00	-	3.47	-
			54.98	-
			56.98	-

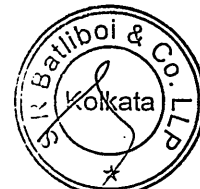
Aggregate value of quoted investments

## Additional Information:

i) The Holding Company had entered into a joint venture arrangement with Titagarh Rail Systems Limited ("TRSL") and consequently Ramkrishna Titagarh Rail Wheels Limited ("RTRWL") was incorporated on June 9, 2023. RTRWL will be engaged in manufacturing and supply of forged wheels under long term agreement under Aatma Nirbhar Bharat. During the six-months ended September 30, 2023, the Holding Company has made an investment of ₹ 57.24 lakhs for acquiring 5,72,449 equity shares of ₹ 10/- each (51% share in RTRWL). The Holding Company has given bank guarantees on behalf of RTRWL amounting to ₹ 3,750.00 lakhs (March 31, 2023: Nil) (Refer note 12A & 13)

ii) The Board of Directors of the Holding Company in its meeting dated December 14, 2022 had approved an investment to acquire upto 51% voting rights of Tsuyo Manufacturing Pvt Ltd ("TMPL"), a Make-In-India start-up company engaged in powertrain solutions for electric vehicles. During the six-months ended September 30, 2023, the Holding Company has invested ₹ 1,000.00 lakhs via Optionally Convertible Debentures (OCD) convertible into equity shares, at the option of the holding company, in accordance with a pre-determined conversion formula. The Holding Company expects to further invest ₹ 9,000.00 lakhs in TMPL.

iii) Refer note 14 for information about fair value measurements.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 8. Borrowings

### At amortised cost

#### Secured

##### Term loans from banks

- Rupee loans
- Foreign currency loans
- Auto loans

##### Term loans from financial institutions

- Non-convertible debentures
- Rupee loans

#### Total

Less: Current maturities of long-term borrowings (Secured)

#### Total

### Working Capital facilities:

#### Secured

##### Repayable on demand :

##### From banks

- Cash credit
- Working capital demand / short-term loans
- Packing credit loan in INR

##### From financial institutions

- Bill discounting

#### Unsecured

##### Repayable on demand :

##### From banks

- Working capital demand / short term loans
- Packing credit loan in INR
- Suppliers credit

Current maturities of long-term borrowings (Secured)

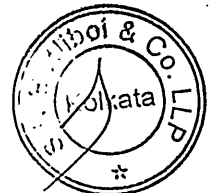
	Non-current	
	As at September 30, 2023	As at March 31, 2023
Term loans from banks	80,600.20	55,305.63
- Rupee loans	11,275.42	11,057.23
- Foreign currency loans	433.24	144.20
Term loans from financial institutions	4,831.91	5,431.87
- Non-convertible debentures	9,545.27	20,731.10
- Rupee loans	1,06,686.04	92,670.03
Total	21,152.72	16,911.53
Less: Current maturities of long-term borrowings (Secured)	85,533.32	75,758.50
Total		
	Current	
	As at September 30, 2023	As at March 31, 2023
From banks	2,355.87	1,009.41
- Cash credit	4,041.77	4,671.28
- Working capital demand / short-term loans	24,062.22	20,789.33
- Packing credit loan in INR		
From financial institutions	11,225.16	10,485.92
- Bill discounting		
Unsecured	824.42	-
From banks	2,000.00	556.19
- Working capital demand / short term loans	1,453.82	550.36
- Packing credit loan in INR		
- Suppliers credit		
Current maturities of long-term borrowings (Secured)	21,152.72	16,911.53
Total	67,115.98	54,974.02

8.1. The Holding Company's non-convertible debenture agreement with financial institution contains compliance with certain financial ratios out of which compliance with one financial ratio was not met as at and for the six months period ended September 30, 2023. On the basis of its past track record of timely interest and principal repayment, the Holding Company, as at period ended September 30, 2023, had written to its concerned lender for condonation of the non-compliance with such ratio. Considering the initial response received from the lender, the Holding Company is confident of obtaining waiver letter. Accordingly, no adjustment has been made in the interim condensed consolidated financial statements as regards to classification of such debentures and they continue to get classified as current / non-current as per the original terms of the agreement.

8.2 The Group has taken borrowings in domestic and foreign currencies towards funding of its capital expenditure, working capital requirements, long-term working capital and general corporate purpose. The borrowings comprise funding arrangements with various banks and financial institutions. The Group's total borrowings and a summary of security provided by the Group are as follows -

Particulars	As at	As at
	September 30, 2023	March 31, 2023
Secured long-term borrowings	1,06,686.04	92,670.03
Secured short-term borrowings	41,685.02	36,955.94
Unsecured short-term borrowings	4,278.24	1,106.55
Total borrowings	1,52,649.30	1,30,732.52

Facility Category	Security Details	Payment frequency	As at	As at
			September 30, 2023	March 31, 2023
Rupee loans <sup>#</sup>	Primary Security: Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Company's bankers created / to be created in their favour for working capital loans.	Repayable in balance 280 quarterly instalments	69,241.11	56,025.65
Foreign currency loans *	Collateral Security: It is further secured by the second charge on the current assets of the Company, both present and future, excluding receivables discounted by any other bank and exclusively charged to discounting lender.		9,584.75	8,491.43
Rupee loans	Secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Company excluding those assets for which there is an exclusive charge of other lenders.	Repayable in balance 39 quarterly instalments	3,145.47	947.75



**RAMKRISHNA FORGINGS LIMITED**

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

Facility Category	Security Details	Payment frequency	As at September 30, 2023	As at March 31, 2023
Rupee loans	Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Company's lenders created / to be created in their favour for working capital loans. It is also secured by exclusive charge on the office building at 72, Shakespeare Sarani, Kolkata-700017.  Collateral Security: It is further secured by the second charge on the current assets of the Company, both present and future and excluding receivables discounted by any other bank and exclusively charged to discounting lender.	Repayable in balance 43 quarterly instalments	9,983.82	4,178.93
Rupee loans	Exclusive charge on the office property at 23 Circus Avenue, Kolkata -17 acquired out of the Rupee Loans facility.	Repayable in balance 20 quarterly instalments	2,352.94	2,588.24
Foreign currency loans	Term Loan is secured by the exclusive first charge on the 125 MN Front Axles, Crankshafts, and Stub Axle (four at a time) Forging Press Line imported from SMS Meer, GmbH.	Repayable in balance 2 half yearly instalments	1,690.67	2,565.80
Rupee loans	First and Exclusive charge on the assets acquired out of the Rupee Loans facility.	Repayable in balance 10 quarterly instalments	1,145.27	1,374.32
Non-convertible debentures	Primary Security: Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Company's bankers created / to be created in their favour for working capital loans.  Collateral Security: It is further secured by the second charge on the current assets of the Company, both present and future, excluding trade receivables discounted by any with-recourse' financing	Repayable in balance 8 half yearly instalments	4,831.91	5,431.87
Rupee loans #	Primary Security: Term loans (except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Company's bankers created / to be created in their favour for working capital loans.	Fully Repaid	-	9,956.77
Rupee loans	Secured by way of exclusive charge over the solar assets financed out of the term loan proceeds.	Repayable in balance 24 quarterly instalments starting from August, 2024	1,361.89	-
Rupee loans	Working capital Term loans from banks are secured by second pari-passu charge on current assets of the Subsidiary Company, both present and future, subject to prior charges in favour of banks created/ to be created in respect of any existing / future financial assistance / accommodation which has been/may be obtained by the Subsidiary Company. Collateral Security : Working Capital from Axis Bank Limited is further secured by equitable mortgage of free hold property at 8, Ho-Chi-Minh Sarani, Kolkata - 700071.	Repayable in balance 84 monthly instalments.	836.87	965.07
Rupee loans	Primary Security: 1. Hypothecation of entire current assets of the borrower, both present and future on exclusive basis, except Hundi Bills of Tata Motors Limited 2. Hypothecation of entire Movable Fixed Assets of the borrower, both present and future on exclusive basis .except vehicles and assets financed by other bank/ Fis 3. Equitable mortgage on factory land and building area 45,276 sq ft in the name of the company situated in AIADA, Jamshedpur. 4. Equitable mortgage on factory land and building area 38,400 sq ft in the name of the company situated in AIADA, Jamshedpur. 5. Equitable mortgage on residential flat at River view colony of Adityapur -1 in Seraikela, Kharswan, Jharkhand ameasuring about 1440 sq. ft. owned by the company 6. Lien on LRD valued Rs.19.12 Lakhs	Repayable in balance 37 monthly instalments	410.31	-
Rupee loans	Primary Security: 1. ECLGS against FB outstanding of INR 2028.13 lakhs. Collateral Security: 1. Entire current assets of the company. 2. Entire moveable fixed assets of the company except vehicles and assets financed by other bank/ Fis. 3. Factory land and building in the name of the company situated at A-26 (P), Large Sector of Adityapur Industrial Area admeasuring 38400 sq. ft 4. Residential flat no. 404, 4th floor, 'Arunoday' Apartment at River view colony of Adityapur -1 in Seraikela, Kharswan, Jharkhand measuring about 1440 sq. ft. owned by the company.	Repayable in balance 36 monthly instalments	226.08	-
Rupee loans	Secured by way of lien on Fixed Deposits Rs. 44.2 lakhs.	Repayable in balance 64 monthly instalments	113.70	-



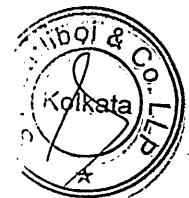


**RAMKRISHNA FORGINGS LIMITED**

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

Facility Category	Security Details	Payment frequency	As at September 30, 2023	As at March 31, 2023
Rupee loans	<p><b>Primary Security:</b> Charge by way of hypothecation of the plant, machinery, equipment, tools, spares, accessories and all other assets.</p> <p><b>Collateral Security:</b> 1. Extension of Charge/lien on the FDR of Rs.44.20 lakh under TL of Rs.176.41 lakh. 2. Charge/lien on the fresh FDR of Rs. 35 lakh. 3. Charge by way of hypothecation of the entire movable assets (save and except book debts) including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment etc.</p>	Repayable in balance 48 monthly instalments	280.00	-
Rupee loans	<p>Secured by way of</p> <p>1. Hypothecation of the entire movable assets including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment, etc. 2. First Charge by way of Pledge over fresh FDR of Rs.150.00 Lakh 3. Extension of first charge by way of pledge over FDRs already pledged having cumulative value of Rs.79.20 Lakh. 4. Extension of first charge by way of hypothecation of the entire movable assets including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment etc acquired under earlier assistances.</p>	Repayable in balance 56 monthly instalments	465.10	-
Rupee loans	<p>Secured by way of</p> <p>1. First charge by way of hypothecation of the entire movable assets of the borrower including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment etc. acquired or to be acquired under the project. The value of such machineries in any case should not be less than Rs.200.00 Lakh. 2. First charge by way of pledge over fresh FDR of Rs.50.00 Lakh 3. Extension of first charge by way of pledge of FDR of Rs.150.00 Lakh under financial assistance of Rs.500.00 Lakh already sanctioned. 4. Extension of First charge by way of hypothecation of the entire movable assets of the borrower including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment etc. being procured under financial assistance of Rs.500.00 Lakh already sanctioned. 5. Extension of First charge by way of hypothecation of the entire movable assets including plant &amp; machinery, misc. fixed assets, machinery spares, tools, accessories, furniture &amp; fixtures, equipment etc. acquired under earlier assistances. 6. Extension of first charge by way of Pledge of existing FDRs of Rs.79.20 Lakh.</p>	Repayable in balance 57 monthly instalments	197.00	-
Rupee loans	<p><b>Primary Security:</b> Exposure is fully secured by NCGTC Guarantee Coverage. Further secured by extension of charges on all existing as well as primary securities.</p> <p><b>Collateral Security:</b> 1. Equitable Mortgage of Residential Duplex of Director 2. Equitable Mortgage of Lease hold factory land and building situated at Industrial Plot No. NML-4, Large Sector, Industrial Area, Adityapur, P.S. Seraikhela in the name of M/s Mal Metalliks Pvt Ltd. at dist.: Seraikhella Kharsawan. 3. Equitable Mortgage of Lease hold additional industrial land at Vill-Kalikapur, Industrial Plot No.4(P), Large Sector, Industrial Area, Adityapur having Survey Plot No. 207(P), 208(P) and 209(P), Khata No.39, and 33, Area-9559 Sq. Ft. in the name of M/s Mal Metalliks Pvt Ltd. 4. Lien of FDR</p>	Repayable in balance 51 monthly instalments	205.36	-
Rupee loans	First charge by way of hypothecation of the plant, machinery, equipment, tools, spares, accessories and all other assets which have been or proposed to be acquired under the project/scheme	Repayable in balance 56 monthly instalments	180.55	-
Auto loans	Secured by the exclusive first charge on the assets financed by the banks.	Repayable in balance 124 monthly instalments	433.24	144.20
Cash credit	<p><b>Prime Security:-</b> Hypothecation of Raw material, Semi Finished Goods, Finished Goods, Book debts and all other current assets of the Company present and future addition</p> <p><b>Collateral Security:</b> 1. Equitable Mortgage of Residential Duplex of Director 2. Equitable Mortgage of Lease hold factory land and building situated at Industrial Plot No. NML-4, Large Sector, Industrial Area, Adityapur, P.S. Seraikhela in the name of M/s Mal Metalliks Pvt Ltd. at dist.: Seraikhella Kharsawan. 3. Equitable Mortgage of Lease hold additional industrial land at Vill-Kalikapur, Industrial Plot No.4(P), Large Sector, Industrial Area, Adityapur having Survey Plot No. 207(P), 208(P) and 209(P), Khata No.39, and 33, Area-9559 Sq. Ft. in the name of M/s Mal Metalliks Pvt Ltd. 4. Lien of FDR</p>	On demand	59.84	-



**RAMKRISHNA FORGINGS LIMITED**

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

Facility Category	Security Details	Payment frequency	As at September 30, 2023	As at March 31, 2023
Cash credit	<b>Primary Security:</b> 1. Hypothecation of entire current assets of the borrower, both present and future on exclusive basis, except Hundi Bills of Tata Motors Limited 2. Hypothecation of entire Movable Fixed Assets of the borrower, both present and future on exclusive basis, except vehicles and assets financed by other bank/ FIs 3. Equitable mortgage on factory land and building area 45,276 sq ft in the name of the company situated in AIADA, Jamshedpur. 4. Equitable mortgage on factory land and building area 38,400 sq ft in the name of the company situated in AIADA, Jamshedpur. 5. Equitable mortgage on residential flat at River view colony of Adityapur -1 in Seraikela, Kharswan, Jharkhand measuring about 1440 sq. ft. owned by the company 6. Lien on LRD valued Rs.19.12 Lakhs	On demand	524.40	-
Cash credit	Working capital loans from banks are secured by first pari-passu charge on current assets of the Holding Company, both present and future, excluding receivables discounted by any other bank and exclusively charged to discounting lender, subject to prior charges in favour of banks created/ to be created in respect of any existing / future financial assistance / accommodation which has been/may be obtained by the Holding Company.	On demand	1,771.63	1,009.41
Working capital demand / short-term loans		On demand	4,041.77	4,671.28
Packing credit loan in INR	<b>Collateral Security :</b> Second pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding assets which are exclusively charged to other lenders. Working Capital from Axis Bank Limited its further secured by equitable mortgage of free hold property at 8, Ho-Chi-Minh Sarani, Kolkata - 700071.	On demand	24,062.22	20,789.33
Bill discounting	Exclusive charge on the discounted bills of one customer	On demand	11,225.16	10,485.92
Working capital demand / short-term loans / packing credit loan in INR.	Unsecured	On demand	2,824.42	556.19
Suppliers credit	Unsecured	On Maturity date	1,453.82	550.36
<b>Total</b>			<b>1,52,649.30</b>	<b>1,30,732.52</b>

\* Consists of suppliers line of credit which is a part of term loan facilities extended by the banks.

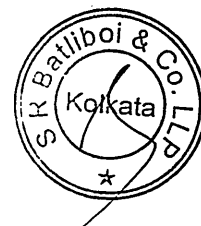
# Few loans from bank / financial institution have been taken over by other banks in the six-months period ended September 30, 2023.

8.3. Terms of repayment of total borrowings outstanding as of September 30, 2023 are provided below:

Borrowings	Range of Effective Interest Rate (%)	<=1 year	1-3 years	3-5 Years	> 5 Years	Total
Rupee loans	7.25 - 11.05	18,334.02	42,947.84	28,379.87	10,681.27	1,00,343.00
Auto loans	7.18 - 9.00	95.95	186.42	150.87	-	433.24
Foreign currency loans	6M Euribor+1.25 (presently 5.22)	1,703.30	-	-	-	1,703.30
Non-convertible debentures	10.12	1,222.22	2,444.44	1,222.22	-	4,888.88
Cash credit	8.30 - 11.00	2,355.87	-	-	-	2,355.87
Working capital demand / short-term loans	4.39 - 9.95	4,041.77	-	-	-	4,041.77
Packing credit loan in INR *	5.28 - 5.75	24,062.22	-	-	-	24,062.22
Bill discounting	-	11,225.16	-	-	-	11,225.16
Unsecured loans - short term loans	5.56	2,824.42	-	-	-	2,824.42
Unsecured loans - suppliers credit	5.38-6.27	1,453.82	-	-	-	1,453.82
		<b>67,318.75</b>	<b>45,578.70</b>	<b>29,752.96</b>	<b>10,681.27</b>	<b>1,53,331.68</b>

The above maturity is based on the total principal outstanding gross of the processing fees and charges of ₹ 682.38 lakhs.

\* Exclusive of interest subvention of 2%



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 6. Inventories

	As at September 30, 2023	As at March 31, 2023
Raw materials #	23,646.39	17,549.76
Work in progress	42,348.19	39,456.92
Inventory of traded goods	0.27	0.62
Finished goods #	14,182.70	14,194.04
Stores & spares (including packing materials) #	19,333.53	15,987.38
Forgings scrap	2,988.03	3,600.15
Less: Provision for slow moving inventory	(98.16)	(98.16)
<b>Total</b>	<b>1,02,400.95</b>	<b>90,690.71</b>

# Includes goods-in-transit a) Finished goods ₹ 3,252.01 lakhs (March 31, 2023: ₹ 4,092.75 lakhs); b) Raw materials ₹ 766.53 lakhs (March 2023: ₹ 17.72 lakhs); c) Stores and Spares (including packing materials) ₹ 174.37 lakhs (March 31, 2023: ₹ 144.01 lakhs).

For lien / charge against inventories, Refer note 8.2.

## 7. a) Cash and cash equivalents:

	As at September 30, 2023	As at March 31, 2023
i) Cash in hand	11.76	16.01
ii) Balances with banks		
- On Current accounts	1,728.92	4,323.97
- On Share warrant account	460.50	-
- Fixed deposits with original maturity of less than 3 months	245.27	112.61
<b>Cash and Cash Equivalents</b>	<b>2,446.45</b>	<b>4,452.59</b>

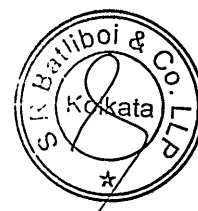
## 7. b) Other Bank Balances:

- Earmarked balances*	2,765.65	4.59
- Unspent CSR account	14.44	-
- Employee's gratuity fund account	0.28	-
- Fixed deposits with original maturity of more than 3 months but less than 12 months**	1,255.49	272.95
<b>Other Bank Balances</b>	<b>4,035.86</b>	<b>277.54</b>

## Cash and Bank balances ( a + b )

\*Includes ₹ 2,760.00 lakhs (March 31, 2023: Nil) investment in fixed deposits earmarked against deferred consideration for acquisition of investments and ₹ 5.65 lakhs (March 31, 2023: ₹ 4.59) lying as unclaimed dividend.

\*\*Includes ₹ 434.34 lakhs (March 31, 2023: Nil) lien against bank guarantees and ₹ 253.59 lakhs (March 31, 2023: Nil) against loans obtained from banks / financial institution.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 9. Revenue from operations

	For the six-months ended September 30, 2023	For the six-months ended September 30, 2022
Sale of products *	1,56,027.28	1,26,401.57
Sale of services *		
- Job Work	14.95	3.63
- Tours and other services	12,390.09	8,637.09
- Commission & Incentives	1,347.25	950.13
- Die design and preparation charges	834.35	662.70
Other operating revenues		
- Sales of scrap *	12,837.84	11,109.04
- Export incentives	1,676.86	929.95
- Foreign exchange difference on operating assets and liabilities	1,700.23	3,078.23
- Subsidies / Government grants	553.82	604.91
	<u>1,87,382.67</u>	<u>1,52,377.25</u>

\* Represents revenue from contracts with customers

India	1,13,620.19	93,421.97
Outside India	73,762.48	58,955.28
Total Revenue from operations	<u>1,87,382.67</u>	<u>1,52,377.25</u>

Revenue (except government grants which are recognized over time) is recognized at a point in time and not over time.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 10. Earnings per equity share (EPS)

		For the six-months ended September 30, 2023	For the six-months ended September 30, 2022
Numerator for basic and diluted EPS			
Net profit after tax attributable to shareholders (in ₹ lakhs)	(A)	16,072.43	11,861.55
Denominator for basic EPS			
- Weighted average number of equity shares for basic EPS	(B)	15,99,14,672	15,98,89,535
Denominator for diluted EPS			
- Weighted average number of equity shares for diluted EPS <sup>@</sup>	(C)	16,25,54,226	15,98,89,535
Basic earnings per share of face value of ₹ 2/- each (in ₹)	(A/B)	10.05*	7.42*
Diluted earnings per share of face value of ₹ 2/- each (in ₹)	(A/C)	9.89* #	7.42*
* not annualised			
# after considering impact of Share Warrants			

Pursuant to approval of shareholders in Extra-Ordinary General Meeting (EGM) dated October 12, 2022, the holding company, on October 26, 2022, had allotted 46,00,000 warrants, each convertible into one equity share of face value of ₹2/- each, on preferential basis at an issue price of ₹ 205/- each upon receipt of 25% of the issue price (i.e. ₹ 51.25 per warrant) as warrant subscription money amounting to ₹ 2,357.50 Lakhs.

Subsequently, pursuant to approval of Board of Directors on September 30, 2023 for conversion of warrants and issue and allotment of equity shares of face value of ₹2/- each against the same, the holding company has allotted 46,00,000 equity shares (face value of ₹2/- each) on exercise of 46,00,000 warrants upon receipt of balance amount aggregating to ₹7,072.50 lakhs (being 75% of the issue price of ₹205/- each) from the warrant holders on exercise of their rights of conversion into equity shares. This has been considered for calculating diluted earnings per equity shares, as per Ind AS 33 - Earnings per share.

## 11. Segment information

### Operating Segment:

The Group's business is divided into two reporting segments which comprise of "Forging components" and "Others". "Others" represents the Group's business not covered in "Forging components" segments.

The "Forging components" segment produces and sells forged products comprising of forgings and machined automobile components. "Others" primarily includes services for tour and travels, sanitization and cargo business.

Particulars	For the six-months ended September 30, 2023	For the six-months ended September 30, 2022
<b>1 Segment Revenue</b>		
Revenue from External Customers		
(i) Forging components	1,73,645.33	1,42,790.03
(ii) Others	13,882.86	12,428.52
<b>Total</b>	<b>1,87,528.19</b>	<b>1,55,218.55</b>
Less : Inter Segment Revenue	(145.52)	(2,841.30)
<b>Revenue from operations</b>	<b>1,87,382.67</b>	<b>1,52,377.25</b>
There are two external customers in the Forging components segment who accounts for more than 10% of the Holding Company's revenue individually.		
<b>2 Segment Results</b>		
Profit before Interest and tax		
(i) Forging components	27,837.95	22,518.88
(ii) Others	997.38	473.24
<b>Total Segment Profit</b>	<b>28,835.33</b>	<b>22,992.12</b>
Less: Finance costs	(7,491.40)	(5,544.65)
<b>Profit before tax</b>	<b>21,343.93</b>	<b>17,447.47</b>

### 3 Segment Assets

- (i) Forging components  
(ii) Others  
Total Assets

	As at September 30, 2023	As at March 31, 2023
(i) Forging components	4,31,726.03	3,63,269.15
(ii) Others	16,381.53	9,774.54
<b>Total Assets</b>	<b>4,48,107.56</b>	<b>3,73,043.69</b>

### 4 Segment Liabilities

- (i) Forging components  
(ii) Others  
Total Liabilities

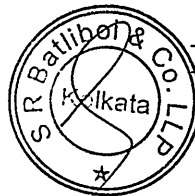
(i) Forging components	2,78,846.43	2,32,155.10
(ii) Others	14,805.40	8,712.27
<b>Total Liabilities</b>	<b>2,93,651.83</b>	<b>2,40,867.37</b>

### 5 Geographical Revenue is allocated based on the location of customers. Information regarding geographical revenue are as follows:

#### Particulars

- India  
Outside India  
Total

	For the six-months ended September 30, 2023	For the six-months ended September 30, 2022
India	1,13,620.19	93,421.97
Outside India	73,762.48	58,955.28
<b>Total</b>	<b>1,87,382.67</b>	<b>1,52,377.25</b>



## RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

- 6 Geographical non-current assets (other than financial assets and deferred tax assets) are allocated based on the location of the assets. Information regarding geographical non-current assets is as follows:

Particulars	As at	As at
	September 30, 2023	March 31, 2023
India	2,28,580.04	1,85,804.26
Outside India	-	-
Total	2,28,580.04	1,85,804.26

### 12. Contingent Liabilities and Commitments:

	As at	As at
	September 30, 2023	March 31, 2023

#### A. Contingent Liabilities / claims against the Group not acknowledged as debts

(i). Electricity	0.99	-
(ii). Excise/Service tax demands - matters under dispute	1,429.59	1,393.30
(iii). Goods and Service Tax - matters under dispute	79.19	45.11
(iv). Bank Guarantees	10,819.75	5,567.63

The group has assessed that it is only possible, but not probable, that outflow of economic resources will be required.

#### B. Capital and other commitments

(i). Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advance).	30,653.74	32,027.05
(ii). Other commitments*	9,000.00	10,000.00

\* The Board of Directors of the Holding Company in its meeting dated December 14, 2022 has approved an investment to acquire upto 51% voting rights of TSUYO Manufacturing Private Limited (Tsuyo), a Make-In-India start-up company engaged in powertrain solutions for electric vehicles. The Holding Company expects to further invest ₹9,000.00 lakhs in Tsuyo.



RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

13. Related Party Disclosures:

Related parties where control exists :

(i). Enterprises over which Key Management Personnel and their relatives are able to exercise significant influence

- (i) Riddhi Portfolio Pvt. Ltd.  
(ii) Eastern Credit Capital (P) Ltd.  
(iii) Ramkrishna Rail & Infrastructure Pvt. Ltd.  
(iv) Northeast Infra Properties Pvt. Ltd.  
(v) Dove Airlines Private Ltd.  
(vi) Mahabir Prasad Jalan (HUF)  
(vii) Naresh Jalan (HUF)  
(viii) Pawan Kumar Kedia (HUF)

(ii). Joint Venture

Ramkrishna Titagarh Rail Wheels Limited (w.e.f. June 9, 2023)

(iii). Key Management Personnel (KMP)

- Mahabir Prasad Jalan (Chairman cum Wholetime Director upto July 21, 2023)  
Naresh Jalan  
Pawan Kumar Kedia  
Chaitanya Jalan  
Lalit Kumar Khetan  
Rajesh Mundhra  
Ram Tawakya Singh  
Padam Kumar Khaitan  
Amitabha Guha  
Yudhishthir Lal Madan  
Aditi Bagri (Resigned w.e.f. April 22, 2022)  
Sandipan Chakravorty  
Partha Sarathi Bhattacharyya  
Ranaveer Sinha  
Rekha Shreeratan Bagry (Appointment as Independent Director w.e.f. May 3, 2022)  
Sanjay Kothari (Appointment as Independent Director w.e.f. May 3, 2022)

- Chairman Emeritus cum Non-executive Director (w.e.f. July 21, 2023)  
Managing Director  
Wholetime Director  
Wholetime Director  
Wholetime Director & Chief Financial Officer  
Holding Company Secretary  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*

(iv). Relatives of Key Management Personnel

- Rashmi Jalan  
Radhika Jalan  
Alok Kedia

- Wife of Naresh Jalan  
Wife of Chaitanya Jalan  
Son of Pawan Kumar Kedia

(v). Firm where a director is a partner

- Khaitan & Co., LLP  
Khaitan & Co.

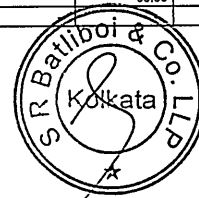
(vi). Trusts managed by the Group

- Ramkrishna Forgings Employee Welfare Trust  
Ramkrishna Foundation

(All amounts in INR Lakhs, unless otherwise stated)

The following table provides the total amount of transactions that have been entered into with related parties for the relevant six-months period ended:

Sl No.	Name of the Related Party	Relationship	Nature of transactions	Transaction Amount for the period ended	Outstanding as at	Transaction Amount for the period ended	Outstanding as at
				September 30, 2023	September 30, 2022	September 30, 2022	March 31, 2023
i.	Riddhi Portfolio Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Loans Given	-	-	150.00	-
			Loan Repayment	-	-	150.00	-
			Loan taken	3,810.00	-	164.07	-
			Loan Repaid / Payable	3,010.00	800.00	1,594.07	-
			Interest Paid / Payable	34.06	24.42	20.93	-
			Property Purchased	-	-	11.70	-
			Dividend paid	189.41	-	265.13	-
ii.	Eastern Credit Capital Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	108.06	-	151.28	-
iii.	Ramkrishna Rail & Infrastructure Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	32.50	-	45.50	-
iv.	Ramkrishna Titagarh Rail Wheels Limited	Joint Venture	Investment in equity share	57.24	57.24	-	-
			Commission paid / payable	0.05	-	-	-
			Trade receivable	-	3.33	-	-
			Bank guarantee given **	3,750.00	3,750.00	-	-
v.	Khaitan & Co., LLP	Firm where a director is a partner	Legal fees	15.41	-	26.72	-
			Advance paid	5.00	5.00	-	-
vi.	Khaitan & Co.	Firm where a director is a partner	Legal fees	-	-	18.48	-
vii.	Mahabir Prasad Jalan	Key Management Personnel #	Short-term employee benefits	131.73	39.81	177.76	21.85
			Property Purchased	-	-	7.20	-
			Dividend paid	-	-	15.96	-
viii.	Mahabir Prasad Jalan (HUF)	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	-	-	4.20	-
ix.	Naresh Jalan	Key Management Personnel #	Short-term employee benefits	138.85	11.35	131.85	9.52
			Other long-term benefits	13.33	2.40	12.27	2.04
			Lease Rent paid / payable	22.50	-	12.00	6.75
			Commission paid / payable	-	-	-	120.00
			Dividend paid	7.55	-	10.51	-
			Property Purchased	-	-	3.60	-
x.	Naresh Jalan (HUF)	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	6.72	-	9.41	-
xi.	Pawan Kumar Kedia	Key Management Personnel #	Short-term employee benefits	36.96	1.81	49.12	1.98
			Post-employment benefits	1.59	0.29	1.46	0.24
			Other long-term benefits	1.91	0.34	1.75	0.29
			Dividend paid	0.06	-	0.08	-
			Loan repayment	3.00	-	55.00	-
			Loan given	-	69.00	-	72.00
			Interest on loan	-	-	-	9.01





(All amounts in INR Lakhs, unless otherwise stated)

The following table provides the total amount of transactions that have been entered into with related parties for the relevant six-months period ended:

Sl No.	Name of the Related Party	Relationship	Nature of transactions	Transaction Amount for the period ended	Outstanding as at	Transaction Amount for the period ended	Outstanding as at
				September 30, 2023	September 30, 2022	September 30, 2022	March 31, 2023
xii.	Chaitanya Jalan	Key Management Personnel #	Short-term employee benefits	67.61	7.98	33.78	3.46
			Other long-term benefits	2.85	0.66	1.73	0.29
			Lease Rent paid / payable	22.50	-	-	6.75
			Commission paid / payable	-	-	-	80.00
			Dividend paid	15.24	-	1.17	-
xiii.	Rajesh Mundhra	Key Management Personnel #	Short-term employee benefits	38.28	2.84	37.32	1.97
			Post-employment benefits	1.19	0.23	1.08	0.18
			Other long-term benefits	1.43	0.28	1.30	0.22
			Dividend paid	0.53	-	0.76	-
			Loan repayment	-	-	14.00	-
			Interest on Loan	-	-	-	0.10
xiv.	Lalit Kumar Khetan	Key Management Personnel #	Short-term employee benefits	136.46	8.24	95.47	8.23
			Other long-term benefits	3.95	0.75	3.43	0.57
			Loan given	-	36.86	-	55.00
			Loan repay	18.14	-	-	-
			Interest on Loan	-	-	-	0.23
			Dividend paid	0.03	-	-	-
xv.	Radhika Jalan	Relative of Key Management Personnel	Short-term employee benefits	6.75	0.92	-	0.97
xvi.	Ram Tawakya Singh	Key Management Personnel	Sitting Fees	5.55	-	4.30	-
xvii.	Padam Kumar Khaitan	Key Management Personnel	Sitting Fees	5.70	-	3.85	-
xviii.	Amitabha Guha	Key Management Personnel	Sitting Fees	5.50	-	3.65	-
xix.	Yudhishir Lal Madan	Key Management Personnel	Sitting Fees	6.25	-	4.90	-
xx.	Sandipan Chakravorty	Key Management Personnel	Sitting Fees	5.75	-	4.25	-
xxi.	Partha Sarathi Bhattacharyya	Key Management Personnel	Sitting Fees	5.00	-	2.50	-
xxii.	Ranaveer Sinha	Key Management Personnel	Sitting Fees	4.75	-	2.25	-
xxiii.	Rekha Shreeratan Bagry	Key Management Personnel	Sitting Fees	5.30	-	2.00	-
xxiv.	Sanjay Kothari	Key Management Personnel	Sitting Fees	5.25	-	2.00	-
xxv.	Rashmi Jalan	Relative of Key Management Personnel	Dividend paid	10.47	-	14.65	-
xxvi.	Alok Kedla	Relative of Key Management Personnel #	Salary paid	9.91	1.07	9.62	0.91
			Post-employment benefits	0.36	0.07	0.32	0.05
			Other long-term benefits	0.43	0.08	0.39	0.06
			Dividend paid	...	-	...	-
xxvii.	Ramkrishna Foundation	Trusts managed by the Group	CSR expenses	236.41	-	169.57	-
xxviii.	Ramkrishna Forgings Employee Welfare Trust	Trusts managed by the Group	Re-payment of Advance	64.51	-	95.00	64.51

Total of remuneration to key management personnel of Holding Company	Nature of transactions	Transaction Amount for the six-month period ended	
		September 30, 2023	September 30, 2022
	Sitting Fees	49.05	29.70
	Short-term employee benefits	547.89	525.30
	Post-employment benefits	2.78	2.54
	Other long-term benefits	23.47	20.48

**Note**

# Excludes leave encashment and gratuity which is based on actuarial valuation provided on overall Group basis. The Chairman and Managing Director of the Holding Company have opted not to take Leave encashment / Gratuity benefit from the Group and accordingly not accounted for in the books.

\* The Independent Directors have been considered as Key Management Personnel only for above reporting as per the requirements of Ind AS 24 - Related Party Disclosures.

\*\* The bank guarantee given by the Holding Company to a third party on behalf of the joint venture.

... Below rounding off norms of the Group.



**RAMKRISHNA FORGINGS LIMITED**

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

**14. Financial Instruments**
**A. Financial Assets and Liabilities:**

The accounting classification of each category of financial Instruments, and their carrying amounts, are set out below:

Particulars	Carrying Amount / Fair Value	
	September 30, 2023	March 31, 2023
<b>Financial Assets</b>		
Financial assets carried at amortised cost		
Trade receivables	90,071.59	77,521.75
Loans - Non-current	172.31	140.76
Other Non-current financial assets	2,784.28	1,981.14
Cash and Bank balances (Refer note 7a and 7b)	6,482.31	4,730.13
Loans - Current	764.27	102.33
Other Current financial assets	1,850.49	829.05
<b>Total financial assets carried at amortised cost</b>	<b>1,02,125.25</b>	<b>85,305.16</b>
Financial assets at FVTPL		
Derivative financial instruments	197.63	-
Investments (Refer note 5b and 5c)	1,056.98	-
<b>Total financial assets carried at FVTPL</b>	<b>1,254.61</b>	<b>-</b>
Financial assets at fair value through Other Comprehensive Income (OCI)		
Investments (Refer note 5b)	13.00	10.50
<b>Total financial assets carried at fair value through Other Comprehensive Income (OCI)</b>	<b>13.00</b>	<b>10.50</b>
<b>Financial Liabilities</b>		
Financial liabilities carried at amortised cost		
Short term borrowings (Refer note 8)	67,115.98	54,974.02
Long term borrowings (Refer note 8)	85,533.32	75,758.50
Lease liabilities	3,489.37	2,607.07
Trade payables	97,141.21	79,150.60
Other Current financial liabilities	13,002.66	5,908.66
<b>Total financial liabilities carried at amortised cost</b>	<b>2,66,282.54</b>	<b>2,18,398.85</b>
Financial Liabilities at FVTPL		
Derivative financial instruments	-	255.49
<b>Total financial liabilities carried at FVTPL</b>	<b>-</b>	<b>255.49</b>

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended March 31, 2023.

The management has assessed that the fair values of trade receivables, cash and bank balances, loans, other financial assets, Trade Payables, Borrowings (including interest accrued), lease liabilities and Other Financial Liabilities approximate to their respective carrying amounts largely due to the short-term maturity of these instruments. Further, management has also assessed the carrying amount of certain loans bearing floating interest rates which are a reasonable approximation of their respective fair values and any difference between their carrying amounts and fair values is not expected to be significant.

For financial assets carried at fair value, the carrying amounts are equal to their respective fair values.

**B. Fair value hierarchy:**

The Group uses the following hierarchy for determining and/or disclosing the fair value of financial instruments by valuation techniques:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The below table summarises the categories of financial assets and liabilities as at September 30, 2023 and March 31, 2023 measured at fair value:

Financial Asset	Level 1	Level 2	Level 3
At fair value through other comprehensive income (FVTOCI) as at September 30, 2023			
- Investments	-	-	13.00
At value through profit and loss (FVTPL) as at September 30, 2023			
- Investments	56.98	1,000.00	-
- Derivative financial instruments	-	197.63	-
At fair value through other comprehensive income (FVTOCI) as at March 31, 2023			
- Investments	-	-	10.50

Financial Liabilities	Level 1	Level 2	Level 3
At value through profit and loss (FVTPL) as at March 31, 2023			
- Derivative financial instruments	-	255.49	-

**Fair valuation method and assumptions:**

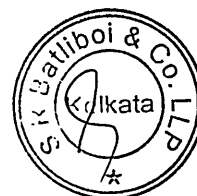
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions are used to estimate the fair values.

i) The fair value of derivative financial instruments is determined based on observable market inputs including currency spot and forward rates, yield curves, currency volatility etc. These derivatives are estimated by using the pricing models, where the inputs to those models are based on readily observable market parameters, contractual terms, period to maturity, maturity parameters and foreign exchange rates. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement, and inputs thereto are readily observable from market rates. The said valuation has been carried out by the counter party with whom the contract has been entered with and management has evaluated the credit and non-performance risks associated with the counterparties and believes them to be insignificant and not requiring any credit adjustments.

ii) There has been no transfer between Level 1, Level 2 and Level 3 during the above periods.

iii) In determining fair value measurement, the impact of potential climate-related matters, including legislation, which may affect the fair value measurement of assets and liabilities in the financial statements has been considered. These risks in respect of climate-related matters are included as key assumptions where they materially impact the measure of recoverable amount. These assumptions have been included in the cash-flow forecasts in assessing value-in-use amounts.

At present, the impact of climate-related matters is not material to the Group's interim condensed consolidated financial statements.



RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

15. Business combination

(All amounts in INR Lakhs, unless otherwise stated)

- i. On July 21, 2023, the Board of Directors of the Holding Company has approved the acquisition of Multitech Auto Private Limited ('MAPL') and Mal Metalliks Private Limited ('MMPL', a wholly owned subsidiary of MAPL) engaged in the manufacture of automobile components and its allied works.

On August 23, 2023 the Holding Company has acquired 100% stake in MAPL including wholly owned subsidiary MMPL (12,58,990 fully paid-up equity shares having face value ₹10/- each of MAPL) at a value of ₹ 20,500.00 Lakhs. Pursuant to acquisition, the Group has recognised identifiable assets (tangible and intangible) acquired and liabilities assumed at their respective fair values as at the acquisition date (i.e. August 23, 2023) in accordance with Ind AS 103 : Business Combination.

The interim condensed consolidated financial statements for the six-months period ended September 30, 2023 includes the consolidated financial statements of MAPL including its wholly owned subsidiary MMPL w.e.f August 23, 2023 and hence are not comparable with the corresponding previous period.

- ii. Identifiable assets acquired and liabilities assumed

The fair values of the identifiable assets acquired and liabilities assumed of MAPL Group (MAPL and its wholly owned subsidiary MMPL) as at the date of acquisition (August 23, 2023) were :

Particulars	Amounts
<b>Assets</b>	
Property, plant and equipment	7,681.30
Capital work-in-progress	314.15
Computer software	48.27
Customer-related intangible assets (Refer note a below)	5,144.00
Right-of-use of assets	2,308.18
Investments	209.55
Non-current tax assets (net)	16.70
Other non-current financial assets	839.41
Other non-current assets	278.89
Inventories	3,116.56
Trade receivables	2,127.03
Cash and cash equivalents	3.98
Bank balances other than cash and cash equivalents	638.49
Loans	685.49
Other current financial assets	279.59
Current tax assets (net)	11.57
Other current assets	404.99
<b>Total (A)</b>	<b>24,108.15</b>
<b>Liabilities</b>	
Borrowings	4,098.05
Lease liabilities	30.48
Deferred tax liabilities (net) (Refer note b below)	2,458.32
Trade payables	2,930.87
Other financial liabilities	278.39
Other current liabilities	544.67
Provisions	31.56
Current tax liabilities (net)	209.23
<b>Total (B)</b>	<b>10,581.57</b>
Fair value of net assets acquired (C) = (A) - (B)	13,526.58
Fair value of Total Purchase Consideration (D) - (Also refer note iii below)	20,396.00
Goodwill arising out of business combination (E) = (D) - (C)	6,869.42

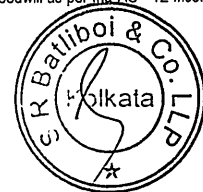
iii. Purchase consideration	Amounts
Purchase Consideration to be paid (i)	20,500.00
Less : Discounting impact on purchase consideration (ii)	104.00
Fair value of Total Purchase Consideration = (i-ii)	20,396.00

iv. Purchase consideration- net outflow of cash	Amounts
Fair value of Total Purchase Consideration	20,396.00
Less : Amount outstanding disclosed under other current financial liabilities	1,924.72
Outflow of cash to acquire a subsidiary	18,471.28
Less: Balance acquired	
Cash and cash equivalents	3.98
Net outflow of cash - Investing activities	18,467.30

- v. From the date of acquisition, MAPL (consolidated) has contributed ₹ 3,588.10 lakhs of revenue and ₹ 367.50 lakhs to the profit before tax of the Group. If the combination had taken place at the beginning of the year, revenue from operations would have been ₹ 2,00,882.19 lakhs and the profit before tax for the Group would have been ₹ 22,640.19 lakhs.

Note

- a The determination of the fair value of customer-related intangible assets is based on discounted cash flow method. Key assumptions on which the management has based fair valuation includes estimated long-term growth rates, weighted average cost of capital, estimated operating margin, customer churn. The Cash flow projections take into account past experience and represent the management's best estimate about future developments. Useful life taken by the management for depreciation of Customers related intangible is 15 years.
- b Impact of deferred tax adjustment amounting to ₹ 2,060.54 lakhs on fair value gain, arising on business combination, adjusted in Goodwill as per Ind AS - 12 Income Taxes.
- c The goodwill comprises the value of expected synergies arising from the acquisition which is not separately recognised.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2023

(All amounts in INR Lakhs, unless otherwise stated)

## 16. Dividend on equity shares

Particulars	For the six-months ended September 30, 2023	For the six-months ended September 30, 2022
<b>Interim Dividend on equity shares declared and paid :</b> For the six-months period ended September 30, 2022 : ₹ 0.50 per share on face value of ₹ 2/- each. Interim dividend on equity shares declared in March 31, 2023 and paid during the six-months period ended September 30, 2023 of ₹ 0.50 per share on face value of ₹ 2/- each.	-	799.45
<b>Final Dividend on equity shares :</b> Final Dividend on equity shares declared in March 31, 2022 and paid during the six-months period ended September 30, 2022 of ₹ 0.20 per share on face value of ₹ 2/- each.	-	319.78

The Board of Directors of the Holding Company has proposed an interim dividend of ₹ 1.00 per equity share on face value of ₹ 2/- (amounting to ₹ 1,644.90 lakhs) subsequent to the reporting date and thus has not been considered in the books. (September 30, 2022 : ₹ 0.50 per equity share on face value of ₹ 2/- each amounting to ₹ 799.45 lakhs).

17. The resolution plan, submitted for the corporate insolvency resolution of JMT Auto Limited by Holding Company as the resolution applicant, which was approved by the committee of creditors of JMT Auto Limited by way of e-voting which concluded on January 16, 2023 under the terms of the Insolvency and Bankruptcy Code, 2016, has been approved by Hon'ble National Company Law Tribunal, New Delhi ("NCLT") on August 21, 2023. The Holding Company has 90 (ninety) days to complete the acquisition from the order date.
18. The Holding Company has not yet exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. However, the Holding Company expects to be in lower tax regime (22% plus surcharge and cess as applicable) in current financial year and the estimated tax expense for the period ended September 30, 2023 has been calculated accordingly. Tax expense for earlier periods were measured under the erstwhile tax regime (30% plus surcharge and cess as applicable) and as a result of this, tax expenses for the six-months ended September 30, 2022 are not comparable.
19. **Events after the reporting period**  
Refer note 16 for details related to proposed interim dividend declared for the six-months period ended September 30, 2023 and September 30, 2022.
20. The Group had prepared separate Statement of Unaudited Consolidated Financial Results (the "Consolidated Financial Results") for the quarter and half year ended September 30, 2023, in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting". These Unaudited Consolidated Financial Results were prepared for submission by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
21. 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.
22. The figures for the corresponding previous period have been the regrouped/reclassified wherever necessary to confirm to current period's presentation.

As per our report of even date  
For S.R. Batliboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

Per Abhijit Bose

Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedia)  
Wholetime Director  
DIN: 00375557

(Rajesh Mundhra)  
Company Secretary  
ACS - 12991

(Chaitanya Jalan)  
Wholetime Director  
DIN: 07540301

(Lalit Kumar Khetan)  
Wholetime Director & CFO  
DIN: 00533671 & FCA: 056935



## Review Report

**Review Report to  
The Board of Directors  
Ramkrishna Forgings Limited**

We have reviewed the accompanying Interim Condensed Consolidated Financial Statements of **Ramkrishna Forgings Limited** (the "Holding Company" or "Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the interim condensed consolidated Balance Sheet as at September 30, 2022, and the related interim condensed consolidated Statement of Profit and Loss (including the interim condensed consolidated statement of other comprehensive income), interim condensed consolidated Statement of Changes in Equity and interim condensed consolidated Statement of Cash Flows for the six months period ended September 30, 2022, and an interim condensed summary of significant accounting policies and other explanatory information (together hereinafter referred to as "Interim Condensed Consolidated Financial Statements").

### **Management's Responsibility for the Financial Statements**

This Interim Condensed Consolidated Financial Statements, which is the responsibility of the Holding Company's management and have been approved by the Board of Directors of the Holding Company, has been prepared in accordance with the 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. These Interim Condensed Consolidated Financial Statements have been prepared solely in connection with the proposed offering of equity shares by the Company in a Qualified Institutions Placement in accordance with the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations") and the Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note"). Our responsibility is to express a conclusion on the Interim Condensed Consolidated Financial Statements based on our review.

### **Scope of review**

We conducted our review 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.

## Conclusion

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Interim Condensed Consolidated Financial Statements are not prepared, in all material respects, in accordance with the principles of Ind AS-34 prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India.

## Other matters

1. The Interim Condensed Consolidated Financial Statements includes the unaudited interim condensed financial statements and other financial information in respect of three (3) subsidiaries, whose unaudited interim condensed financial statements reflect total assets of Rs 17,186.25 lakhs as at September 30, 2022, total revenues of Rs 18,590.61 lakhs and net cash outflows of Rs 441.84 lakhs for the six months period ended September 30, 2022 as considered in the Interim Condensed Consolidated Financial Statements, which have been reviewed by their respective independent auditors / practitioners.

The independent auditor's / practitioner's report on interim financial statements/ financial information of these entities have been furnished to us by the Company's management and our conclusion on the Interim Condensed Consolidated Financial Statements, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors/ practitioners.

Our conclusion on the Interim Condensed Consolidated Financial Statements is not modified in respect of the matters stated in above mentioned para with respect to our reliance on the work done and the reports of the other auditors / practitioners.

2. These Interim Condensed Consolidated Financial Statements have been prepared for the purpose of the proposed offering of equity shares by the Company in a Qualified Institutions Placement as referred in Note 2.2 of the accompanying Interim Condensed Consolidated Financial Statements. We do not accept or assume responsibility for any other purpose.
3. The Group had prepared separate Statement of Unaudited Consolidated Financial Results (the "Consolidated Financial Results") for the quarter and half year ended September 30, 2022, in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting", on which we had issued a separate auditor's review report dated October 21, 2022. These Unaudited Consolidated Financial

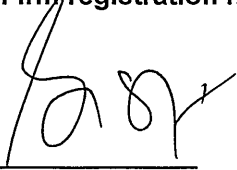


Results were prepared for submission by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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

Chartered Accountants

ICAI Firm registration number: 301003E/E300005



per Sanjay Kumar Agarwal

Partner

Membership No.: 060352

UDIN: 23060352BGWRHF5710

Place: Kolkata

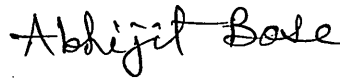
Date: November 08, 2023



**For S.K. NAREDI & Co.**

Chartered Accountants

ICAI Firm registration number: 003333C



per Abhijit Bose

Partner

Membership No.: 056109

UDIN: 23056109BGWHMS4332

Place: Kolkata

Date: November 08, 2023





**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Balance Sheet as at September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Note No.	As at September 30, 2022 (Unaudited)	As at March 31, 2022 (Audited)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	4	1,44,095.43	1,43,630.11
(b) Capital work-in-progress		17,714.85	12,946.82
(c) Goodwill		503.19	503.19
(d) Intangible assets		115.07	125.29
(e) Intangible assets under development		5.50	-
(f) Right-of-use assets		3,464.15	3,062.75
<b>Financial assets</b>			
(i) Investments	5(a)	10.50	10.50
(ii) Loans		199.75	221.85
(iii) Other financial assets		1,743.30	1,356.24
(h) Non-current tax assets (net)		249.58	249.58
(i) Deferred tax assets (net)		374.80	290.41
(j) Other non-current assets		5,812.33	5,316.77
		<u>1,74,288.45</u>	<u>1,67,713.51</u>
<b>Current assets</b>			
(a) Inventories	6	84,067.26	70,911.53
<b>Financial assets</b>			
(i) Investments	5(b)	-	5,500.00
(ii) Trade receivables		79,573.57	89,061.05
(iii) Cash and cash equivalents	7(a)	328.83	3,617.38
(iv) Bank balances other than (iii) above	7(b)	229.97	224.54
(v) Loans		40.04	112.13
(vi) Other financial assets		483.66	2,970.88
(c) Current tax assets (net)		358.73	239.16
(d) Other current assets		11,811.85	8,012.88
		<u>1,76,893.91</u>	<u>1,80,649.55</u>
<b>TOTAL ASSETS</b>		<u><u>3,51,182.36</u></u>	<u><u>3,48,363.06</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital		3,197.79	3,197.79
(b) Other equity		1,15,414.41	1,04,640.76
<b>TOTAL EQUITY</b>		<u>1,18,612.20</u>	<u>1,07,838.55</u>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>(a) Financial liabilities</b>			
(i) Borrowings	8	72,779.13	86,907.06
(a) Lease liabilities		2,630.95	2,282.65
(b) Provisions		54.15	54.08
(c) Deferred tax liabilities (net)		10,112.93	7,436.46
(d) Other non-current liabilities		1,502.93	1,568.23
		<u>87,080.09</u>	<u>98,248.48</u>
<b>Current liabilities</b>			
<b>(a) Financial liabilities</b>			
(i) Borrowings	8	66,011.28	72,204.57
(a) Lease liabilities		505.15	431.53
(ii) Trade payables			
a) Total outstanding dues of micro enterprises and small enterprises		539.32	844.29
b) Total outstanding dues of creditors other than micro enterprises and small enterprises		70,300.21	59,973.91
(iii) Other financial liabilities		4,423.37	5,167.02
(b) Other current liabilities		3,062.16	2,844.07
(c) Provisions		619.80	595.30
(d) Current tax liabilities (net)		28.78	215.34
		<u>1,45,490.07</u>	<u>1,42,276.03</u>
<b>TOTAL LIABILITIES</b>		<u>2,32,570.16</u>	<u>2,40,524.51</u>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<u><u>3,51,182.36</u></u>	<u><u>3,48,363.06</u></u>

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedla)  
Wholetime Director  
DIN: 00375557

(Rajesh Mundhra)  
Company Secretary  
ACS: 12991

(Chaitanya Jalan)  
Wholetime Director  
DIN: 07540301

(Lalit Kumar Khattar)  
Wholetime Director & CFO  
DIN: 00533671 & FCA: 056935



# RAMKRISHNA FORGINGS LIMITED

Interim Condensed Consolidated Statement of Profit & Loss for the six months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Note No.	Period ended September 30, 2022 (Unaudited)	Period ended September 30, 2021 (Unaudited)	
<b>Income</b>			
Revenue from operations	9	1,52,377.25	1,00,020.43
Other income		142.13	113.83
<b>Total Income (i)</b>		<b>1,52,519.38</b>	<b>1,00,134.26</b>
<b>Expenses</b>			
Cost of materials consumed		75,427.06	58,723.58
Cost of services		8,609.62	5,335.72
Purchase of traded goods		1,902.40	32.11
Increase in inventories of finished goods, work in progress, traded goods and scrap		(8,737.66)	(17,894.05)
Employee benefits expense		7,887.63	6,154.93
Power and fuel		8,915.23	7,147.67
Finance costs		5,544.65	4,192.50
Depreciation and amortisation expense		9,682.58	7,856.09
Other expenses		25,840.40	17,835.60
<b>Total expenses (ii)</b>		<b>1,35,071.91</b>	<b>89,384.15</b>
<b>Profit before tax (i-ii)</b>		<b>17,447.47</b>	<b>10,750.11</b>
<b>Tax expense</b>			
a) Current tax -			
- Pertaining to profit for the current period		5,889.14	2,045.35
- Tax adjustments for earlier period		(70.55)	(76.63)
b) Deferred tax charge/(credit) *		(232.67)	1,907.00
<b>Total tax expense (iii)</b>		<b>5,585.92</b>	<b>3,875.72</b>
<b>Profit for the period (iv) = (i - ii - iii)</b>		<b>11,861.55</b>	<b>6,874.39</b>
* Includes credit of minimum alternate Tax of ₹ Nil (September 30, 2021 : ₹ 1,875.53 lakhs)			
<b>Other comprehensive income</b>			
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent period</b>			
i) Re-measurement gain on defined benefit plans		30.37	26.56
ii) Income tax effect on above		(10.04)	(9.22)
<b>Other comprehensive income to be reclassified to profit or loss in subsequent period</b>			
Exchange difference on translation of foreign operations		(3.14)	0.50
<b>Other comprehensive income for the period (net of tax) (v)</b>		<b>17.19</b>	<b>17.84</b>
<b>Total comprehensive income for the period (iv + v)</b>		<b>11,878.74</b>	<b>6,892.23</b>
<b>Earnings per equity share (EPS) ₹ -</b>			
(Face value ₹ 2/- per share)	10		
1) Basic		7.42**	4.30***
2) Diluted		7.42**	4.30***
** not annualised			
# After considering impact of Employee stock option plan (ESOP)			

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batliloi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

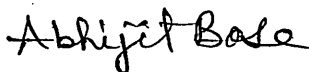


Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

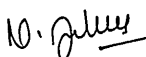


Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023




For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited



( Naresh Jalan )  
Managing Director  
DIN: 00375462



( Pawan Kumar Kedia )  
Wholetime Director  
DIN: 00375557



( Rajesh Mundhra )  
Company Secretary  
ACS: 12991



( Chaitanya Jalan )  
Wholetime Director  
DIN: 07540301



( Lalit Kumar Khetan )  
Wholetime Director & CFO  
DIN: 00533671 & FCA: 056935



**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Statement of Changes in Equity for the six months ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

**A Equity Share Capital**

Particulars	Balance as at April 1, 2022 *		
	Balance as at April 1, 2022 *	Changes in equity share capital	Balance as at September 30, 2022
Equity Share of ₹ 2/- each issued, subscribed and fully paid	3,197.79	-	3,197.79
Equity Share in numbers	15,98,89,535	-	15,98,89,535

Particulars	Balance as at April 1, 2021		
	Balance as at April 1, 2021	ESOP exercised during the period	Balance as at September 30, 2021
Equity Share of ₹ 10/- each issued, subscribed and fully paid	3,193.27	4.52	3,197.79
Equity Share in numbers	3,19,32,708	45,201	3,19,77,907

The Holding Company during the previous six-months period ended September 30, 2021 had allotted, 45,201 nos of equity shares of face value ₹ 10/- each at a premium of ₹ 390/- aggregating to ₹ 400 to Ramkrishna Forgings Limited Employee Welfare Trust under Ramkrishna Forgings Limited - Employee Stock Option Plant 2015 (RKFL ESOP Scheme 2015). The Holding Company in this respect had given advances to Ms. Ramkrishna Forgings Limited Employee Welfare Trust ("the trust") which has been recovered from the trust on issue of the aforesaid shares to the employees in terms of the above scheme.

\* Pursuant to the Special Resolution passed by the shareholders of the Holding Company by way of Postal Ballot through electronic means, the Holding Company had subdivided its equity shares of face value ₹ 10/- each fully paid up into 5 (five) equity shares of face value ₹ 2/- each fully paid up, effective March 15, 2022.

**B Other Equity**

	Reserves and Surplus						Other Reserve Foreign Currency Translation Reserve	Total
	Capital Reserve	Securities Premium	General reserve	Employee Stock Options Outstanding (ESOP)	Capital redemption reserve	Retained earnings		
Balance as at April 1, 2022	3,546.01	37,017.33	4,610.81	748.73	67.50	58,615.46	34.92	1,04,640.76
Profit for the period	-	-	-	-	-	11,861.55	-	11,861.55
Other comprehensive income (net of tax) :								
Other comprehensive income not to be reclassified to profit or loss in subsequent period:								
- Re-measurement gain on defined benefit plans	-	-	-	-	-	20.33	-	20.33
Other comprehensive income to be reclassified to profit or loss in subsequent period:								
- Exchange difference on translation of foreign operations	-	-	-	-	-	(3.14)	-	(3.14)
Total comprehensive income for the period	-	-	-	-	-	11,878.74	-	11,878.74
Dividend on equity shares (Refer note 15)	-	-	-	-	-	(1,119.23)	-	(1,119.23)
Foreign currency translation reserve	-	-	-	-	-	-	14.14	14.14
	-	-	-	-	-	(1,119.23)	14.14	(1,105.09)
Balance as at September 30, 2022	3,546.01	37,017.33	4,610.81	748.73	67.50	69,374.97	49.06	1,15,414.41
Balance as at April 1, 2021	3,546.01	36,841.05	4,110.81	717.87	67.50	39,749.71	32.28	85,065.23
Profit for the period	-	-	-	-	-	6,874.39	-	6,874.39
Other comprehensive income (net of tax) :								
Other comprehensive income not to be reclassified to profit or loss in subsequent period:								
- Re-measurement gain on defined benefit plans	-	-	-	-	-	17.34	-	17.34
Other comprehensive income to be reclassified to profit or loss in subsequent period:								
- Exchange difference on translation of foreign operations	-	-	-	-	-	0.50	-	0.50
Total comprehensive income for the period	-	-	-	-	-	6,892.23	-	6,892.23
ESOP cost amortized during the period	-	-	-	30.86	-	-	-	30.86
Securities premium on issue of equity share under ESOP scheme 2015	-	176.28	-	-	-	-	-	176.28
Dividend on equity shares (Refer note 15)	-	-	-	-	-	(159.89)	-	(159.89)
Foreign currency translation reserve	-	-	-	-	-	-	0.50	0.50
	-	176.28	-	30.86	-	(159.89)	0.50	47.75
Balance as at September 30, 2021	3,546.01	37,017.33	4,110.81	748.73	67.50	46,482.05	32.78	92,005.21

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For S.R.Batilbhai & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

Per Sanjay Kumar Agarwal  
Partner

Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023

For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

Per Abhijit Bose  
Partner

Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023

For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

(Naresh Jalan)  
Managing Director  
DIN: 00375462

(Pawan Kumar Kedia)  
Wholesale Director  
DIN: 00375557

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Company Secretary  
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(Chaitanya Jalan)  
Wholesale Director  
DIN: 07540301

(Lalit Kumar Khelan)  
Wholesale Director & CFO  
DIN: 00533671 & FCA: 056935



# RAMKRISHNA FORGINGS LIMITED

Interim Condensed Consolidated Statement of Cash Flows for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

	Period ended September 30, 2022 (Unaudited)	Period ended September 30, 2021 (Unaudited)
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit before tax	17,447.47	10,750.11
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and amortization expenses	9,682.58	7,856.09
Balances written off (net)	235.98	281.07
Allowance for bad debt and doubtful debts	283.77	-
Loss / (profit) on sale of property, plant and equipment (net)	5.26	(0.37)
Employees stock option expenses	-	30.87
Interest income	(50.44)	(60.13)
Net foreign exchange differences (unrealised)	(1,907.71)	(1,106.07)
Amortisation of government grants	(604.91)	(65.30)
Finance costs	5,544.65	4,192.50
<b>Operating profit before changes in operating assets and liabilities</b>	<b>30,636.65</b>	<b>21,878.77</b>
<b>Changes in operating assets and liabilities:</b>		
Decrease / (Increase) in trade receivables	11,783.47	(10,417.92)
Increase in inventories	(13,155.73)	(19,335.74)
Decrease / (Increase) in loans	94.19	(29.28)
Decrease / (Increase) in other financial assets	2,064.05	(1,871.39)
Increase in other assets	(2,300.01)	(1,826.41)
Increase in provisions	24.50	114.61
Increase/ (Decrease) in lease liabilities	-	(4.40)
Increase in trade payables	10,099.23	10,257.35
(Decrease) / Increase in other financial liabilities	(161.95)	1,972.76
Increase in other liabilities	218.09	215.85
<b>Cash generated from operations</b>	<b>39,302.49</b>	<b>954.20</b>
Direct tax paid	(3,268.63)	(1,521.98)
<b>NET CASH FLOW FROM/(USED IN) OPERATING ACTIVITIES (A)</b>	<b>36,033.86</b>	<b>(567.78)</b>
<b>B. CASH FLOW USED IN INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment and intangible assets (including capital work-in-progress, capital creditors and capital advances)	(15,502.19)	(14,509.81)
Proceeds from sale of property, plant and equipment	33.33	30.14
Investments in fixed deposits with banks	(577.82)	(876.90)
Proceeds from maturity of fixed deposits with banks	572.65	754.84
Proceeds from liquid mutual funds	5,500.00	-
Interest Received	86.55	94.20
<b>NET CASH FLOW USED IN INVESTING ACTIVITIES (B)</b>	<b>(9,887.48)</b>	<b>(14,507.53)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from issue of equity share capital including securities premium under ESOP	-	180.80
Dividend paid on equity shares (Refer note 15)	(1,119.23)	(159.89)
Interest paid	(5,231.12)	(4,176.20)
Loan repaid to group company (net)	(1,450.93)	-
Payment of lease liabilities	(337.09)	(17.54)
Proceeds from long term borrowings	5,637.55	15,980.25
Repayment of long term borrowings	(12,368.06)	(10,395.76)
Short term borrowings (net)	(14,566.05)	9,750.63
<b>NET CASH FLOW FROM/(USED IN) FINANCING ACTIVITIES (C)</b>	<b>(29,434.93)</b>	<b>11,162.29</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(3,288.55)</b>	<b>(3,913.02)</b>
Opening cash and cash equivalents	3,617.38	6,734.54
Closing cash and cash equivalents	328.83	2,821.52
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,288.55)</b>	<b>(3,913.02)</b>

**Notes:**

a) **Cash and cash equivalents include:**

Cash and cash equivalents:

- i) Cash in hand
- ii) Balances with banks

- On current accounts

Cash and cash equivalents



	As at September 30, 2022 (Unaudited)	As at September 30, 2021 (Unaudited)
	11.44	5.10
	317.39	2,816.42
	<b>328.83</b>	<b>2,821.52</b>

**RAMKRISHNA FORGINGS LIMITED**

Interim Condensed Consolidated Statement of Cash Flows for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

**Changes in liabilities arising from financing activities**

Particulars	April 1, 2022	Cash Flows (Net)	On account of Ind AS 116	Others*	September 30, 2022
Current borrowings (excluding current maturities of long-term borrowings (secured))	58,726.05	(14,566.05)	-	11.20	44,171.20
Non current borrowings (including current maturities of long-term borrowings (secured))	1,00,385.58	(6,730.51)	-	964.14	94,619.21
Lease Liabilities	2,714.18	(337.09)	759.01	-	3,136.10
<b>Total liabilities from financing activities</b>	<b>1,61,825.81</b>	<b>(21,633.65)</b>	<b>759.01</b>	<b>975.34</b>	<b>1,41,926.51</b>

Particulars	April 1, 2021	Cash Flows (Net)	On account of Ind AS 116	Others*	September 30, 2021
Current borrowings (excluding current maturities of long-term borrowings (secured))	46,525.91	9,750.63	-	30.56	56,307.10
Non current borrowings (including current maturities of long-term borrowings (secured))	76,333.35	5,584.49	-	(297.91)	81,619.93
Lease Liabilities	418.28	(17.54)	(4.39)	-	396.35
<b>Total liabilities from financing activities</b>	<b>1,23,277.54</b>	<b>15,317.58</b>	<b>(4.39)</b>	<b>(267.35)</b>	<b>1,38,323.38</b>

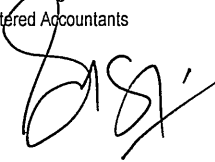
\* Represents the impact of foreign exchange reinstatement on foreign currency borrowings and changes in fair value of borrowings measured at amortised cost using the effective interest rate method as at September 30, 2022 and September 30, 2021.

The accompanying notes form an integral part of these interim condensed consolidated financial statements

As per our report of the even date

For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited

For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

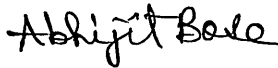


Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



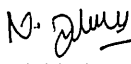
For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants



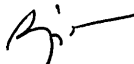
Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023

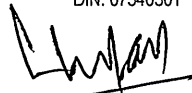


  
( Naresh Jalan )  
Managing Director  
DIN: 00375462

  
( Pawan Kumar Kedia )  
Wholtime Director  
DIN: 00375557

  
( Rajesh Mundhra )  
Company Secretary  
ACS: 12991

  
( Chaitanya Jalan )  
Wholtime Director  
DIN: 07540301

  
( Lalit Kumar Khetan )  
Wholtime Director & CFO  
DIN: 00533671 & FCA: 056935



## RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

### 1. Group Overview

Ramkrishna Forgings Limited (the "Holding Company" or the "Parent Company") is a Public Company domiciled in India and incorporated under the provisions of the Companies Act applicable in India. Its shares are listed on National Stock Exchange of India Limited (NSE) and BSE Limited (BSE). The registered office of the Holding Company is located at 23, Circus Avenue, 9th floor, Kolkata - 700 017, West Bengal, India.

The Holding Company is primarily engaged in manufacturing and sale of forged components of automobiles, railway wagons & coach and engineering parts. The Holding Company presently has manufacturing facilities at Gamarua, Adityapur Industrial Area, Baliguma, Dugni at Saraikela, Jamshedpur in Jharkhand and at Liluah in West Bengal.

The interim condensed consolidated financial statements comprise interim condensed financial statements of the Holding Company and its subsidiaries (collectively, "the Group") as follows :

- Ramkrishna Forgings Limited - Holding Company
- Globe All India Services Limited (Formerly known as Globe Forex & Travel Ltd.) - wholly owned subsidiary of the Holding Company.
- Ramkrishna Aeronautics Private Limited - wholly owned subsidiary of the Holding Company.
- Ramkrishna Forgings LLC, USA - wholly owned subsidiary of the Holding Company.

### 2. Basis of Preparation and Significant Accounting Policies

#### 2.1 Basis of Preparation of interim condensed consolidated financial statements and compliance with Indian Accounting Standards "Ind-AS"

The interim condensed consolidated financial statements of the Group has been prepared in accordance with the 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. The interim condensed consolidated financial statements have been prepared on a going concern basis under historical cost convention and on accrual method of accounting, except for certain financial assets/ liabilities measured at fair value as described in accounting policies regarding financial instruments. These interim condensed consolidated financial statements are presented in INR which is the Group's functional and presentation currency and all values are rounded to the nearest lakhs (INR 1,00,000), except when otherwise indicated. The accounting policies adopted in the preparation of these interim condensed consolidated financial statements are consistent with those followed in preparation of the audited annual consolidated financial statements as at and for the year ended March 31, 2022.

#### 2.2 Purpose of the Interim Condensed Consolidated Financial Statements

These Interim Condensed Consolidated Financial Statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's latest audited annual consolidated financial statements. These Interim Condensed Consolidated Financial Statements have been prepared solely in connection with the proposed offering of equity shares by the Holding Company in a Qualified Institutions Placement in accordance with the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations") and the Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note"). These Interim Condensed Consolidated Financial Statements for the six months period ended September 30, 2022 of the Group were approved in accordance with the resolution passed by the Board of Directors of the Holding Company on November 8, 2023.

#### 2.3 Current v/s Non Current Classification

The Group presents assets and liabilities in the Balance Sheet based on current / non-current classification.

An asset is classified as current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle,
- Held primarily for the purpose of trading,
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- It is expected to be settled in the normal operating cycle,
- It is held primarily for the purpose of trading,
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer settlement of the liability beyond at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

#### Historical cost convention

These interim condensed consolidated financial statements have been prepared on a historical cost basis, except the following, which are measured at fair values:-

- certain financial assets and liabilities (including derivative instruments);
- Plan assets of defined benefit employee benefit plans

#### 2.4 Principles of Consolidation

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the Interim condensed financial statements of the Holding and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset.

Interim condensed consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the interim condensed consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's interim condensed financial statements in preparing the interim condensed consolidated financial statements to ensure conformity with the group's accounting policies.

The interim condensed financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the Holding company, i.e., six-months period ended on September 30, 2022.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the Holding of the Group and to the non-controlling interests if any, even if this results in the non-controlling interests having a deficit balance.



**2.5 Intangible assets / Goodwill**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is tested for impairment annually, or more frequently when there is an indication that it may be impaired. Any impairment loss for goodwill is recognised in profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

**3.1 Standard issued but not effective**

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31, 2023 to amend the following Ind AS which are effective from April 1, 2023. However, these amendments does not have an impact on the interim condensed consolidated financial statements including significant accounting policies .

**a. Ind AS 1 – Disclosure of material accounting policies:**

The amendments related to shifting of disclosure of erstwhile "significant accounting policies" to "material accounting policies" in the notes to the financial statements requiring companies to reframe their accounting policies to make them more "entity specific. This amendment aligns with the "material" concept already required under International Financial Reporting Standards (IFRS).

**b. Ind AS 8 – Definition of accounting estimates:**

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a "change in accounting estimates" has been replaced with a definition of "accounting estimates." Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty." Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty.

**c. Ind AS 12 – Income Taxes:**

The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12. At the date of transition to Ind ASs, a first-time adopter shall recognise a deferred tax asset to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Similarly, a deferred tax liability for all deductible and taxable temporary differences associated with: a) right-of-use assets and lease liabilities. b) decommissioning, restoration and similar liabilities and the corresponding amounts recognised as part of the cost of the related asset. Therefore, if a Group has not yet recognised deferred tax on right-of-use assets and lease liabilities or has recognised deferred tax on net basis, the same need to recognise on gross basis based on the carrying amount of right-of-use assets and lease liabilities.

**3.2 Changes in accounting policies and disclosures****Amendments in Ind AS**

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standard) Amendment Rules 2022 dated March 23, 2022, to amend the following Ind AS which are effective from April 1, 2022. However, these amendments does not have an impact on the interim condensed consolidated financial statements including significant accounting policies.

**a. Onerous Contracts – Costs of Fulfilling a Contract – Amendments to Ind AS 37**

The amendments to Ind AS 37 specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making. The amendments apply a "directly related cost approach". The costs that relate directly to a contract to provide goods or services include both incremental costs for example direct labour and materials and an allocation of other costs directly related to contract activities for example an allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling that contract. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

**b. Reference to the Conceptual Framework– Amendments to Ind AS 103**

The amendments replaced the reference to the ICAI's "Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards" with the reference to the "Conceptual Framework for Financial Reporting under Indian Accounting Standards" without significantly changing its requirements. The amendments also added an exception to the recognition principle of Ind AS 103 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets or Appendix C, Levies, of Ind AS 37, if incurred separately. It has also been clarified that the existing guidance in Ind AS 103 for contingent assets would not be affected by replacing the reference to the Framework for the Preparation and Presentation of Financial Statements under Indian Accounting Standards.

**c. Property, Plant and Equipment: Proceeds before Intended Use – Amendments to Ind AS 16**

The amendments modified paragraph 17(e) of Ind AS 16 to clarify that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

**d. Ind AS 109 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities**

The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf.

**e. Ind AS 101 First-time Adoption of Indian Accounting Standards – Subsidiary as a first-time adopter**

The amendment permits a subsidiary that elects to apply the exemption in paragraph D16(a) of Ind AS 101 to measure cumulative translation differences for all foreign operations in its financial statements using the amounts reported by the parent, based on the parent's date of transition to Ind AS, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. This amendment is also available to an associate or joint venture that uses exemption in paragraph D16(a) of Ind AS 101. The amendments are effective for annual reporting periods beginning on or after April 1, 2022 but do not apply to the Group as it is not a first-time adopter.

**f. Ind AS 41 Agriculture – Taxation in fair value measurements**

The amendment removes the requirement in paragraph 22 of Ind AS 41 that entities exclude cash flows for taxation when measuring the fair value of assets within the scope of Ind AS 41. The amendments are effective for annual reporting periods beginning on or after April 1, 2022. The amendments had no impact on the interim condensed standalone financial statements of the Group as it did not have assets in scope of IAS 41 as at the reporting date.





# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

## 4. Property, plant and equipment

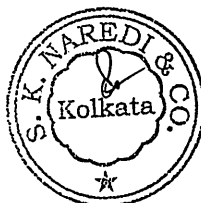
(All amounts in INR Lakhs, unless otherwise stated)

Particulars	Freehold Land (Including cost of Development)	Factory Shed and Building	Office Building	Plant and machinery	Furniture and fixtures	Vehicles	Office equipments	Computer	Air Conditioning Machines	Total
<b>Cost</b>										
As at April 1, 2021	1,724.43	10,739.74	12,482.07	1,41,102.67	3,704.46	868.18	799.17	968.22	723.32	1,73,112.26
Additions <sup>e</sup>	1,430.95	8,394.16	98.25	29,429.70	179.57	59.63	32.57	180.51	94.54	39,899.88
Disposals/ deductions	-	-	-	2,194.82	0.06	43.46	-	-	-	2,238.34
As at March 31, 2022	3,155.38	19,133.90	12,580.32	1,68,337.55	3,883.97	884.35	831.74	1,148.73	817.86	2,10,773.80
As at April 1, 2022	3,155.38	19,133.90	12,580.32	1,68,337.55	3,883.97	884.35	831.74	1,148.73	817.86	2,10,773.80
Additions <sup>e</sup>	-	22.50	-	9,353.38	187.70	88.78	23.78	208.22	23.83	9,908.19
Disposals/ deductions	-	-	-	3.96	-	129.83	-	-	-	133.79
As at September 30, 2022	3,155.38	19,156.40	12,580.32	1,77,686.97	4,071.67	843.30	855.52	1,356.95	841.69	2,20,548.20
<b>Depreciation</b>										
As at April 1, 2021	-	1,587.56	983.80	45,241.44	1,540.30	180.03	239.45	590.76	330.98	50,694.32
Charge for the period	-	509.20	298.25	15,177.80	397.48	113.09	139.09	120.81	75.83	16,831.55
Disposals/ deductions	-	-	-	348.52	0.05	33.61	-	-	-	382.18
As at March 31, 2022	-	2,096.76	1,282.05	60,070.72	1,937.73	259.51	378.54	711.57	406.81	67,143.69
As at April 1, 2022	-	2,096.76	1,282.05	60,070.72	1,937.73	259.51	378.54	711.57	406.81	67,143.69
Charge for the period	-	319.48	147.78	8,522.64	175.27	55.14	71.54	76.26	36.17	9,404.28
Disposals/ deductions	-	-	-	2.35	-	92.85	-	-	-	95.20
As at September 30, 2022	-	2,416.24	1,429.83	68,591.01	2,113.00	221.80	450.08	787.83	442.98	76,452.77
<b>Net Block</b>										
As at March 31, 2022	3,155.38	17,037.14	11,298.27	1,08,266.83	1,946.24	624.84	453.20	437.16	411.05	1,43,630.11
As at September 30, 2022	3,155.38	16,740.16	11,150.49	1,09,095.96	1,958.67	621.50	405.44	569.12	398.71	1,44,095.43

@ An amount of ₹ 978.62 lakhs (March 31, 2022 : ₹ 1,408.29 lakhs) included in plant and machinery is towards expenses incurred on Trial run.

i) For lien / charge against property, plant and equipment, Refer note 8.2

ii) Refer note 12B for disclosure of contractual commitments for acquisition of property, plant and equipment.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 5. (a) Investments

Investments (other body corporate) (Non-current)	Face Value per share (₹)	Number of shares		Amounts	
		As at September 30, 2022	As at March 31, 2022	As at September 30, 2022	As at March 31, 2022
At fair value through other comprehensive income					
Unquoted equity instruments (fully paid)					
Adityapur Auto Cluster	1,000	1,050	1,050	10.50	10.50
Aggregate value of unquoted investments				10.50	10.50

## 5. (b) Investments (Current)

Investments in liquid mutual funds measured at fair value through profit and loss

	Number of units		Amounts	
	September 30, 2022	March 31, 2022	September 30, 2022	March 31, 2022
- Kotak Overnight Fund Growth (Regular)	-	4,86,387.24	-	5,500.00
Aggregate value of quoted investments			-	5,500.00

- Kotak Overnight Fund Growth (Regular)

Aggregate value of quoted investments

a) Refer note 14 for information about fair value measurements.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 6. Inventories

	As at September 30, 2022	As at March 31, 2022
Raw materials #	20,354.26	19,253.56
Work in progress	34,240.21	26,840.61
Inventory of traded goods	2.72	2.76
Finished goods #	12,922.62	11,469.67
Stores & spares (including packing materials) #	14,400.25	11,000.87
Forgings scrap	2,199.84	2,396.70
Less: Provision for slow moving inventory	(52.64)	(52.64)
<b>Total</b>	<b>84,067.26</b>	<b>70,911.53</b>

# Includes goods-in-transit a) Finished goods ₹ 3,262.96 lakhs (March 31, 2022: ₹ 1,874.30 lakhs); b) Raw materials ₹ Nil (March 2022: ₹ 120.98 lakhs); c) Stores and spares (including packing materials) ₹ 97.36 lakhs (March 31, 2022: ₹ 100.44 lakhs).

For lien / charge against inventories, Refer note 8.2.

## 7. a) Cash and cash equivalents:

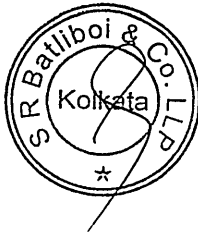
	As at September 30, 2022	As at March 31, 2022
i) Cash in hand	11.44	7.96
ii) Balances with banks		
- On Current accounts	317.39	3,609.42
<b>Cash and cash equivalents</b>	<b>328.83</b>	<b>3,617.38</b>

## 7. b) Other bank balances:

- Earmarked balances (On unclaimed dividend accounts)	3.26	3.00
- Fixed deposits with original maturity of more than 3 months but less than 12 months	226.71	221.54
<b>Other bank balances</b>	<b>229.97</b>	<b>224.54</b>

Cash and bank balances ( a + b )

558.80	3,841.92
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## RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

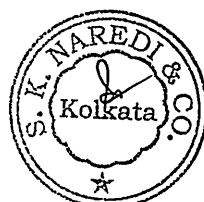
	Non-current	
	As at	As at
	September 30, 2022	March 31, 2022
<b>8. Borrowings</b>		
At amortised cost		
<b>Secured</b>		
Term Loans From banks		
- Rupee loans	48,878.07	53,931.25
- Foreign currency loans	18,936.78	19,197.48
- Auto loans	175.40	205.37
Term loans from financial institutions		
- Non-convertible debentures	5,422.25	5,412.86
- Rupee loans	21,206.71	21,638.62
<b>Total</b>	<b>94,619.21</b>	<b>1,00,385.58</b>
Less: Current maturities of long-term borrowings (Secured)	21,840.08	13,478.52
<b>Total</b>	<b>72,779.13</b>	<b>86,907.06</b>
	Current	
	As at	As at
	September 30, 2022	March 31, 2022
<b>Working Capital facilities:</b>		
<b>Secured</b>		
Repayable on demand :		
From banks		
- Cash credit	3,772.29	798.10
- Working capital demand / short-term loans / FCNR	16,941.90	25,481.61
- Packing credit loan in INR	12,912.02	5,788.80
From financial institutions		
- Bill discounting	4,543.17	15,371.21
<b>Unsecured</b>		
Repayable on demand :		
From banks		
- Working capital demand / short-term loans	501.82	9,600.00
- Bill discounting	-	1,686.33
- Packing credit loan in INR	5,500.00	-
Current maturities of long-term borrowings (Secured)	21,840.08	13,478.52
<b>Total</b>	<b>66,011.28</b>	<b>72,204.57</b>

8.1. The Holding Company's bank loan agreements contain compliance with certain financial ratios. These debt covenants, which were not met as at and for the year ended March 31, 2022 in respect of one bank, had been waived by the Bank subsequent to March 31, 2022. Accordingly no adjustment was made as regards to classification of such loans and they were classified as current / non-current as per the original terms of the loan agreement.

8.2 The Group has taken borrowings in domestic and foreign currencies towards funding of its capital expenditure, working capital requirements, long-term working capital and general corporate purpose. The borrowings comprise funding arrangements with various banks, NBFC and Financial Institutions. The Group's total borrowings and a summary of security provided by the Group are as follows -

Particulars	As at	As at
	September 30, 2022	March 31, 2022
Secured long-term borrowings	94,619.21	1,00,385.58
Secured short-term borrowings	38,169.38	47,439.72
Unsecured short-term borrowings	6,001.82	11,286.33
<b>Total borrowings</b>	<b>1,38,790.41</b>	<b>1,59,111.63</b>

Facility Category	Security Details	Payment frequency	As at	As at
			September 30, 2022	March 31, 2022
Rupee loans	Primary Security: Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Holding Company's bankers created / to be created in their favour for working capital loans.	Repayable in balance 207 quarterly instalments	51,745.62	53,910.54
Foreign currency loans *			7,870.43	7,716.60
Rupee loans #	Collateral Security: It is further secured by the second charge on the current assets of the Holding Company, both present and future, excluding receivables discounted by any other bank and exclusively charged to discounting lender.	Fully Repaid	-	1,797.96
Rupee loans	Secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding those assets for which there is an exclusive charge of other lenders.	Repayable in balance 15 quarterly instalments	531.82	874.68



## RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Facility Category	Security Details	Payment frequency	As at September 30, 2022	As at March 31, 2022
Rupee loans	Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Holding Company's lenders created / to be created in their favour for working capital loans. It is also secured by exclusive charge on the office building at 72, Shakespeare Sarani, Kolkata 700017.  Collateral Security: It is further secured by the second charge on the current assets of the Holding Company, both present and future and excluding receivables discounted by any other bank and exclusively charged to discounting lender.	Repayable in balance 4 quarterly instalments	2,343.86	2,989.04
Rupee loans	Exclusive charge on the office property at 23 Circus Avenue, Kolkata -17 acquired out of the Rupee Loans facility.	Repayable in balance 24 quarterly instalments	2,823.53	3,058.82
Foreign currency loans	Term Loan is secured by the exclusive first charge on the 125 MN Front Axles, Crankshafts, and Stub Axle (four at a time) Forging Press Line imported from SMS Meer, GmbH.	Repayable in balance 4 half yearly instalments	3,035.18	3,997.91
Rupee loans	First and Exclusive charge on the assets acquired out of the rupee term loan facility.	Repayable in balance 14 quarterly instalments	1,603.38	1,788.63
Non-convertible debentures	Primary Security: Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Holding Company's bankers created / to be created in their favour for working capital loans.  Collateral Security: It is further secured by the second charge on the current assets of the Holding Company, both present and future, excluding trade receivables discounted by any with-recourse' financing	Repayable in balance 9 half yearly instalments starting June 15, 2023 and ending on June 15, 2027	5,422.25	5,412.86
Rupee loans	Primary Security: Term loans ( except those which are having exclusive charge) are secured by way of first pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding those assets for which there is an exclusive charge of other lenders and subject to charges of the Holding Company's bankers created / to be created in their favour for working capital loans.	Repayable in balance 20 quarterly instalments starting from June, 2024	9,953.33	9,949.99
Rupee loans	Working capital Term loans from banks are secured by second pari-passu charge on current assets of the Subsidiary Company, both present and future, subject to prior charges in favour of banks created/ to be created in respect of any existing / future financial assistance / accommodation which has been/may be obtained by the Subsidiary Company.  Collateral Security : Working Capital from Axis Bank Limited its further secured by equitable mortgage of free hold property at 8, Ho-Chi-Minh Sarani, Kolkata - 700071.	Repayable in balance 84 monthly instalments.	1,083.24	1,200.21
Foreign currency loans	Secured by Subservient charge on the current assets of the Holding Company	Repayable in 3 equal instalments in the 13,14 and 15th month respectively	8,031.17	7,482.97
Auto loans	Secured by the exclusive first charge on the assets financed by the banks.	Repayable in balance 125 monthly instalments	175.40	205.37



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Facility Category	Security Details	Payment frequency	As at September 30, 2022	As at March 31, 2022
Cash credit	Working capital loans from banks are secured by first pari-passu charge on current assets of the Holding Company, both present and future, excluding receivables discounted by any other bank and exclusively charged to discounting lender, subject to prior charges in favour of banks created/ to be created in respect of any existing / future financial assistance / accommodation which has been/may be obtained by the Holding Company.	On demand	3,772.29	798.10
Working capital demand / short-term loans		On demand	16,941.90	22,762.39
Packing credit loan in INR	Collateral Security : Second pari-passu charge over all immovable and moveable fixed assets, both present and future, of the Holding Company excluding assets which are exclusively charged to other lenders.	On demand	12,912.02	5,788.80
FCNR	Working Capital from Axis Bank Limited its further secured by equitable mortgage of free hold property at 8, Ho-Chi-Minh Sarani, Kolkata - 700071.	On demand - (Fully Repaid)	-	2,719.22
Bill Discounting	Exclusive charge on the discounted bills of one customer	On demand	4,543.17	15,371.21
Bill Discounting	Unsecured	On demand - (Fully Repaid)	-	1,686.33
Working capital demand / short-term loans / packing credit loan in INR.	Unsecured	On demand	6,001.82	9,600.00
<b>Total</b>			<b>1,38,790.41</b>	<b>1,59,111.63</b>

\* Consists of suppliers line of credit which is a part of term loan facilities extended by banks.

# Loan has been prepaid in the six-months period ended September 30, 2022.

### 8.3. Terms of repayment of total borrowings outstanding as of September 30, 2022 are provided below:

Borrowings	Range of Effective Interest Rate (%) p.a.	<=1 year	1-3 years	3-5 Years	> 5 Years	Total
Rupee loans	7.50 - 10.55	11,704.09	33,899.89	23,538.10	8,993.89	78,135.97
Auto loans	7.18 - 9.10	63.69	89.23	22.48	-	175.40
Foreign currency loans	6M Euribor+1.25	1,540.68	1,540.68	-	-	3,081.36
Non-convertible debentures	10.12	611.11	2,444.44	2,444.44	-	5,499.99
FCNR	3.90	8,031.17	-	-	-	8,031.17
Cash credit	8.30 - 9.90	3,772.29	-	-	-	3,772.29
Working capital demand / short-term loans	4.39 - 9.90	16,941.90	-	-	-	16,941.90
Packing credit loan in INR *	4.15 - 5.00	12,912.02	-	-	-	12,912.02
Bill Discounting	-	4,543.17	-	-	-	4,543.17
Unsecured loan - short-term loan	7.00 - 8.25	6,001.82	-	-	-	6,001.82
		<b>66,121.94</b>	<b>37,974.24</b>	<b>26,005.02</b>	<b>8,993.89</b>	<b>1,39,095.09</b>

The above maturity is based on the total principal outstanding gross of the processing fees and charges of ₹ 304.68 lakhs.

\* Exclusive of interest subvention of 2%



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 9. Revenue from operations

	For the six-months ended September 30, 2022	For the six-months ended September 30, 2021
Sale of products *	1,26,401.57	85,867.30
Sale of services *		
- Job work	3.63	-
- Tours and other services	8,637.09	2,169.35
- Commision & Incentives	950.13	1.60
- Die design and preparation charges	662.70	431.68
Other operating revenues		
- Sales of scrap *	11,109.04	8,502.45
- Export incentives	929.95	852.35
- Foreign exchange difference on operating assets and liabilities	3,078.23	2,130.40
- Subsidies / Government grants	604.91	65.30
	<u>1,52,377.25</u>	<u>1,00,020.43</u>

\* Represents revenue from contracts with customers

India	93,421.97	51,451.93
Outside India	58,955.28	48,568.50
<b>Total Revenue from operations</b>	<u>1,52,377.25</u>	<u>1,00,020.43</u>

Revenue (except government grants which are recognized over time) is recognized at a point in time and not over time.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 10. Earnings per equity share (EPS)

		For the six-months ended September 30, 2022	For the six-months ended September 30, 2021
<b>Numerator for basic and diluted EPS</b>			
Net profit after tax attributable to shareholders (in ₹ lakhs)	(A)	11,861.55	6,874.39
<b>Denominator for basic EPS</b>			
- Weighted average number of equity shares for basic EPS	(B)	15,98,89,535	3,19,52,865
<b>Denominator for diluted EPS</b>			
- Weighted average number of equity shares for diluted EPS *	(C)	15,98,89,535	3,19,66,777
* After considering impact of ESOP			
Basic earnings per share of face value of ₹ 2/- each (in ₹) <sup>®</sup>	(A/B)	7.42**	4.30**#
Diluted earnings per share of face value of ₹ 2/- each (in ₹) <sup>®</sup>	(A/C)	7.42**	4.30**#
** not annualized			
# after considering impact of ESOP			

<sup>®</sup> Pursuant to the Special Resolution passed by the shareholders of the Holding Company by way of Postal Ballot through electronic means, the Holding Company had subdivided its equity shares of face value ₹ 10/- each fully paid up into 5 'five' equity shares of face value ₹ 2/- each fully paid up, effective March 15, 2022. This has been considered for calculating weighted average number of equity shares for all periods presented, as per Ind AS 33-Earnings Per Share.

## 11. Segment Information

### Operating Segment:

The Group's business is divided into two reporting segments which comprise of "Forging components" and "Others". "Others" represents the Group's business not covered in "Forging components" segments.

The "Forging components" segment produces and sells forged products comprising of forgings and machined automobile components. "Others" primarily includes services for tour and travels, sanitization and cargo business.

Particulars		For the six-months ended September 30, 2022	For the six-months ended September 30, 2021
<b>1 Segment Revenue</b>			
Revenue from External Customers			
(i) Forging components		1,42,790.03	97,849.47
(ii) Others		12,428.52	5,836.49
Total		1,55,218.55	1,03,685.96
Less: Inter Segment Revenue		(2,841.30)	(3,665.53)
Revenue from operations		1,52,377.25	1,00,020.43
There are two external customers in the Forging components segment who accounts for more than 10% of the Holding Company's revenue individually.			
<b>2 Segment Results</b>			
Profit before Interest and tax			
(i) Forging components		22,518.88	15,148.30
(ii) Others		473.24	(205.69)
Total Segment Profit		22,992.12	14,942.61
Less: Finance costs		(5,544.65)	(4,192.50)
Profit before tax		17,447.47	10,750.11
		As at September 30, 2022	As at March 31, 2022
<b>3 Segment Assets</b>			
(i) Forging components		3,43,127.55	3,42,390.31
(ii) Others		8,054.81	5,972.75
Total Assets		3,51,182.36	3,48,363.06
<b>4 Segment Liabilities</b>			
(i) Forging components		2,24,015.70	2,33,773.78
(ii) Others		8,554.46	6,750.73
Total Liabilities		2,32,570.16	2,40,524.51

5 Geographical Revenue is allocated based on the location of customers. Information regarding geographical revenue are as follows:

Particulars		For the six-months ended September 30, 2022	For the six-months ended September 30, 2021
India		93,421.97	51,451.93
Outside India		58,955.28	48,568.50
Total		1,52,377.25	1,00,020.43

6 Geographical non-current assets (other than financial assets and deferred tax assets) are allocated based on the location of the assets. Information regarding geographical non-current assets is as follows:

Particulars		As at September 30, 2022	As at March 31, 2022
India		1,71,960.10	1,65,834.51
Outside India		-	-
Total		1,71,960.10	1,65,834.51





# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 12. Contingent Liabilities and Commitments:

### A Contingent Liabilities / claims against the Group not acknowledged as debts

	As at September 30, 2022	As at March 31, 2022
(i). Electricity	-	45.24
(ii). Excise/Service tax demands - matters under dispute	1,393.30	1,393.30
(iii). Sales tax demands - matters under dispute	-	583.39
(iv). Bank Guarantees	5,567.63	5,567.63

The group has assessed that it is only possible, but not probable, that outflow of economic resources will be required.

### B. Capital and other commitments

(i). Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advance).	22,510.14	15,695.59
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## RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

### 13. Related Party Disclosures:

Related parties where control exists :

(i). Enterprises over which Key Management Personnel and their relatives are able to exercise significant influence

- (i) Riddhi Portfolio Pvt. Ltd.
- (ii) Eastern Credit Capital (P) Ltd.
- (iii) Ramkrishna Rail & Infrastructure Pvt. Ltd.
- (iv) Northeast Infra Properties Pvt. Ltd.
- (v) Dove Airlines Private Ltd.
- (vi) Mahabir Prasad Jalan (HUF)
- (vii) Naresh Jalan (HUF)
- (viii) Pawan Kumar Kedia (HUF)

(ii). Key Management Personnel (KMP)

Mahabir Prasad Jalan  
Naresh Jalan  
Pawan Kumar Kedia  
Chaitanya Jalan  
Lalit Kumar Khelan  
Rajesh Mundhra  
Ram Tawakya Singh  
Padam Kumar Khaitan  
Amitabha Guha  
Yudhisthir Lal Madan  
Rekha Shreeratan Bagry (Appointment as Independent Director w.e.f May 3, 2022)  
Sanjay Kothari (Appointment as Independent Director w.e.f May 3, 2022)  
Aditi Bagri (Resigned w.e.f. April 22, 2022)  
Sandipan Chakravorty  
Partha Sarathi Bhattacharyya  
Ranaveer Sinha

Chairman cum Whole Time Director  
Managing Director  
Wholetime Director  
Wholetime Director  
Wholetime Director & Chief Financial Officer  
Holding Company Secretary  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*  
Independent Director \*

(iii). Relatives of Key Management Personnel

Rashmi Jalan  
Alok Kedia

Wife of Naresh Jalan  
Son of Pawan Kumar Kedia

(iv). Firm where a director is a partner

Khaitan & Co., LLP  
Khaitan & Co.

(v). Trusts managed by the Group

Ramkrishna Forgings Employee Welfare Trust  
Ramkrishna Foundation

(All amounts in INR Lakhs, unless otherwise stated)

The following table provides the total amount of transactions that have been entered into with related parties for the relevant six-months period ended:

SI No.	Name of the Related Party	Relationship	Nature of transactions	Transaction Amount for the six-months period ended	Outstanding as at	Transaction Amount for the six-months period ended	Outstanding as at
				September 30, 2022	September 30, 2021	September 30, 2022	March 31, 2022
I.	Riddhi Portfolio Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Loans Given	150.00	-	350.00	-
			Loan Repayment	150.00	-	350.00	-
			Loan Received	164.07	-	-	1,430.00
			Loan Repaid	1,594.07	-	-	-
			Interest Received / Receivable	-	-	0.03	-
			Interest Paid / Payable	20.93	-	1.54	20.93
			Property purchased	11.70	-	-	-
			Dividend paid	265.13	-	37.60	-
II.	Eastern Credit Capital Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	151.28	-	21.59	-
III.	Ramkrishna Rail & Infrastructure Pvt. Ltd.	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	45.50	-	6.50	-
IV.	Khaitan & Co., LLP	Firm where a director is a partner	Legal fees	26.72	-	0.75	31.39
V.	Khaitan & Co.	Firm where a director is a partner	Legal fees	-	-	16.00	-
VI.	Mahabir Prasad Jalan	Key Management Personnel*	Short-term employee benefits	177.76	32.39	148.83	16.00
			Property purchased	7.20	-	-	-
			Dividend paid	15.96	-	2.28	-
VII.	Mahabir Prasad Jalan (HUF)	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	4.20	-	0.60	-
VIII.	Naresh Jalan	Key Management Personnel*	Short-term employee benefits	131.85	0.96	95.18	6.39
			Other long-term benefits	12.27	2.04	9.36	1.56
			Lease Rent paid / payable	12.00	1.80	12.00	1.80
			Commission paid / payable	-	-	-	200.00
			Dividend paid	10.51	-	1.45	-
			Sale of Air Tickets & Others	-	-	15.32	-
			Payable against Sale of Air Tickets & Others	-	-	-	63.31
			Property purchased	3.60	-	-	-
IX.	Naresh Jalan (HUF)	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	9.41	-	1.34	-
X.	Pawan Kumar Kedia	Key Management Personnel*	Short-term employee benefits	49.12	1.44	48.36	0.75
			Post-employment benefits	1.46	0.24	1.19	0.20
			Other long-term benefits	1.75	0.29	1.43	0.24
			Dividend paid	0.08	-	0.11	-
			Loan given	-	115.00	-	170.00
Loan Repayment	55.00	-	-	-			



**RAMKRISHNA FORGINGS LIMITED**

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

The following table provides the total amount of transactions that have been entered into with related parties for the relevant six-months period ended:

Sl No.	Name of the Related Party	Relationship	Nature of transactions	Transaction Amount for the six-months period ended		Outstanding as at		Outstanding as at
				September 30, 2022	September 30, 2021	September 30, 2021	March 31, 2022	
xi.	Chaitanya Jalan	Key Management Personnel #	Short-term employee benefits	33.78	3.91	16.87	0.44	
			Other long-term benefits	1.73	0.29	0.86	0.14	
			Dividend paid	1.17	-	0.09	-	
xii.	Pawan Kumar Kedia (HUF)	Enterprise over which KMP and their relatives are able to exercise significant influence	Dividend paid	-	-	0.03	-	
xiii.	Rajesh Mundhra	Key Management Personnel #	Short-term employee benefits	37.32	2.10	52.81	0.30	
			Post-employment benefits	1.08	0.18	0.86	0.14	
			Other long-term benefits	1.30	0.22	1.04	0.17	
			Dividend paid	0.76	-	0.12	-	
			Loan repayment	14.00	-	2.90	-	
			Loan given	-	-	19.00	14.00	
xiv.	Lalit Kumar Khetan	Key Management Personnel #	Short-term employee benefits	95.47	5.52	75.38	4.22	
			Other long-term benefits	3.43	0.57	2.70	0.45	
xv.	Ram Tawakya Singh	Key Management Personnel	Sitting Fees	4.30	-	5.25	-	
xvi.	Padam Kumar Khaitan	Key Management Personnel	Sitting Fees	3.85	-	4.80	-	
xvii.	Amitabha Guha	Key Management Personnel	Sitting Fees	3.65	-	4.80	-	
xviii.	Yudhisthir Lal Madan	Key Management Personnel	Sitting Fees	4.90	-	6.35	-	
xix.	Ramkrishna Foundation	Trusts managed by the Group	CSR expenses	169.57	-	147.37	-	
xx.	Aditi Bagri	Key Management Personnel	Sitting Fees	-	-	4.70	-	
xxi.	Sandipan Chakravorty	Key Management Personnel	Sitting Fees	4.25	-	4.50	-	
xxii.	Partha Sarathi Bhattacharyya	Key Management Personnel	Sitting Fees	2.50	-	4.00	-	
xxiii.	Ranaveer Sinha	Key Management Personnel	Sitting Fees	2.25	-	4.00	-	
xxiv.	Rekha Shreeratan Bagry	Key Management Personnel	Sitting Fees	2.00	-	-	-	
xxv.	Sanjay Kothari	Key Management Personnel	Sitting Fees	2.00	-	-	-	
xxvi.	Rashmi Jalan	Relative of Key Management Personnel	Dividend paid	14.65	-	2.09	-	
xxvii.	Alok Kedia	Relative of Key Management Personnel	Salary paid	9.62	0.88	7.52	0.72	
			Post-employment benefits	0.32	0.05	0.27	0.05	
			Other long-term benefits	0.39	0.06	0.32	0.05	
			Dividend paid	...	-	...	-	
xxviii.	Ramkrishna Forgings Employee Welfare Trust	Trusts managed by the Group	Re-payment of Advance	95.00	89.51	72.70	184.51	

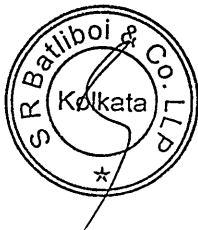
Total of remuneration to key management personnel	Nature of transactions	Transaction Amount for the six-months period ended	
		September 30, 2022	September 30, 2021
	Sitting Fees	29.70	38.40
	Short-term employee benefits	525.30	435.43
	Post-employment benefits	2.54	2.05
	Other long-term benefits	20.48	15.39

**Note**

# Excludes leave encashment and gratuity which is based on actuarial valuation provided on overall Group basis. The Chairman and Managing Director of the Company have opted not to take Leave encashment / Gratuity benefit from the Group and accordingly not accounted for in the books.

... Below rounding off norms of the Group.

\* The Independent Directors have been considered as Key Management Personnel only for above reporting as per the requirements of Ind AS 24 - Related Party Disclosures.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 14 Financial instruments

### A. Financial Assets and liabilities:

The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

Particulars	Carrying Amount / Fair Value	
	September 30, 2022	March 31, 2022
<b>Financial Assets</b>		
<b>Financial assets carried at amortised cost</b>		
Trade receivables	79,573.57	89,061.05
Loans - Non-current	199.75	221.85
Other Non-current financial assets	1,743.30	1,356.24
Cash and Bank balances	558.80	3,841.92
Loans - Current	40.04	112.13
Other Current financial assets	483.66	2,838.32
<b>Total financial assets carried at amortised cost</b>	<b>82,599.12</b>	<b>97,431.51</b>
<b>Financial assets at FVTPL</b>		
Derivative financial instruments	-	132.56
Investments (Refer note 5)	-	5,500.00
<b>Total financial assets carried at FVTPL</b>	<b>-</b>	<b>5,632.56</b>
<b>Financial assets at fair value through Other Comprehensive Income (OCI)</b>		
Investments (Refer note 5)	10.50	10.50
<b>Total financial assets carried at fair value through Other Comprehensive Income (OCI)</b>	<b>10.50</b>	<b>10.50</b>
<b>Financial Liabilities</b>		
<b>Financial liabilities carried at amortised cost</b>		
Short-term borrowings (Refer note 8)	66,011.28	72,204.57
Long-term borrowings (Refer note 8)	72,779.13	86,907.06
Lease liabilities	3,136.10	2,714.18
Trade payables	70,839.53	60,818.20
Other Current financial liabilities	3,795.03	5,167.02
<b>Total financial liabilities carried at amortised cost</b>	<b>2,16,561.07</b>	<b>2,27,811.03</b>
<b>Financial Liabilities at value through profit and loss (FVTPL)</b>		
Derivative financial instruments	628.34	-
<b>Total financial liabilities carried at value through profit and loss (FVTPL)</b>	<b>628.34</b>	<b>-</b>

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent with those used for the year ended March 31, 2022.

The management has assessed that the fair values of trade receivables, cash and bank balances, loans, other financial assets, Trade Payables, Borrowings (including interest accrued), lease liabilities and Other Financial Liabilities approximate to their respective carrying amounts largely due to the short-term maturity of these instruments. Further, management has also assessed the carrying amount of certain loans bearing floating interest rates which are a reasonable approximation of their respective fair values and any difference between their carrying amounts and fair values is not expected to be significant.

For financial assets carried at fair value, the carrying amounts are equal to their respective fair values.

### B. Fair value hierarchy:

The Group uses the following hierarchy for determining and/or disclosing the fair value of financial instruments by valuation techniques:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The below table summarises the categories of financial assets and liabilities as at September 30, 2022 and March 31, 2022 measured at fair value:

Financial Asset	Level 1	Level 2	Level 3
<b>At fair value through other comprehensive income (FVTOCI) as at September 30, 2022</b>			
- Investments	-	-	10.50
<b>At fair value through other comprehensive income (FVTOCI) as at March 31, 2022</b>			
- Investments	-	-	10.50
<b>At fair value through profit and loss (FVTPL) as at March 31, 2022</b>			
- Investments	5,500.00	-	-
- Derivative financial instruments	-	132.56	-



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

Financial Liabilities	Level 1	Level 2	Level 3
At fair value through profit and loss (FVTPL) as at September 30, 2022			
- Derivative financial instruments	-	628.34	-

#### Fair valuation method and assumptions:

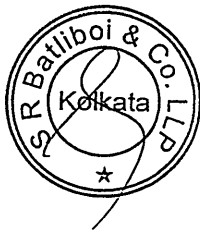
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions are used to estimate the fair values.

i) The fair value of derivative financial instruments is determined based on observable market inputs including currency spot and forward rates, yield curves, currency volatility etc. These derivatives are estimated by using the pricing models, where the inputs to those models are based on readily observable market parameters, contractual terms, period to maturity, maturity parameters and foreign exchange rates. These models do not contain a high level of subjectivity as the valuation techniques used do not require significant judgement, and inputs thereto are readily observable from market rates. The said valuation has been carried out by the counter party with whom the contract has been entered with and management has evaluated the credit and non-performance risks associated with the counterparties and believes them to be insignificant and not requiring any credit adjustments.

ii) There has been no transfer between Level 1, Level 2 and Level 3 during the above periods.

iii) In determining fair value measurement, the impact of potential climate-related matters, including legislation, which may affect the fair value measurement of assets and liabilities in the financial statements has been considered. These risks in respect of climate-related matters are included as key assumptions where they materially impact the measure of recoverable amount, These assumptions have been included in the cash-flow forecasts in assessing value-in-use amounts.

At present, the impact of climate-related matters is not material to the Group's interim condensed consolidated financial statements.



# RAMKRISHNA FORGINGS LIMITED

Notes to the Interim Condensed Consolidated financial statements as at and for the six-months period ended September 30, 2022

(All amounts in INR Lakhs, unless otherwise stated)

## 15. Dividend on equity shares

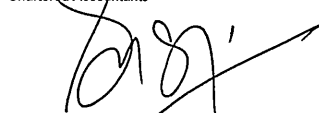
Particulars	For the six-months ended September 30, 2022	For the six-months ended September 30, 2021
<b>Interim Dividend on equity shares declared and paid</b>		
For the six-months period ended September 30, 2022 : ₹ 0.50 per share on face value of ₹ 2/- each (September 30, 2021 : ₹ 0.50 per share on face value of ₹ 10/- each)	799.45	159.89
<b>Final Dividend on equity shares</b>		
Final Dividend on equity shares declared in March 31, 2022 and paid during the six-months period ended September 30, 2022 of ₹ 0.20 per share on face value of ₹ 2/- each.	319.78	-

The Board of Directors of the Holding Company has proposed an interim dividend of ₹ 0.50 per equity share on face value of ₹ 2/- (amounting to ₹ 799.45 lakhs) subsequent to the reporting date and thus has not been considered in the books. (September 30, 2021 : ₹ 0.50 per equity share on face value of ₹ 10/- each amounting to ₹ 159.89 lakhs).

## 16. Events after the reporting period

- Refer note 15 for details related to proposed interim dividend declared for the six-months period ended September 30, 2022 and September 30, 2021.
  - Pursuant to approval of shareholders in Extra-Ordinary General Meeting (EGM) dated October 12, 2022, the holding company, on October 26, 2022, had allotted 46,00,000 warrants, each convertible into one equity share of face value of ₹ 2/- each, on preferential basis at an issue price of ₹ 205/- each upon receipt of 25% of the issue price (i.e. ₹ 51.25 per warrant) as warrant subscription money amounting to ₹ 2,357.50 Lakhs. Subsequently, pursuant to approval of Board of Directors on September 30, 2023 for conversion of warrants and issue and allotment of equity shares of face value of ₹ 2/- each against the same, the holding company has allotted 46,00,000 equity shares (face value of ₹ 2/- each) on exercise of 46,00,000 warrants upon receipt of balance amount aggregating to ₹ 7,072.50 lakhs (being 75% of the issue price of ₹ 205/- each) from the warrant holders on exercise of their rights of conversion into equity shares.
  - The resolution plan, submitted for the corporate insolvency resolution of JMT Auto Limited by Holding Company as the resolution applicant, which was approved by the committee of creditors of JMT Auto Limited by way of e-voting which concluded on January 16, 2023 under the terms of the Insolvency and Bankruptcy Code, 2016, has been approved by Hon'ble National Company Law Tribunal, New Delhi ("NCLT") on August 21, 2023. The Holding Company has 90 (ninety) days to complete the acquisition from the order date.
  - On July 21, 2023, the Board of Directors of the Holding Company has approved the acquisition of Multitech Auto Private Limited ("MAPL") and Mal Metalliks Private Limited ("MMPL", a wholly owned subsidiary of MAPL). On August 23, 2023 the Holding Company has acquired 100% stake in MAPL including wholly owned subsidiary MMPL (12,58,990 fully paid-up equity shares having face value ₹ 10 each of MAPL) at a value of ₹ 20,500.00 Lakhs.
  - The Holding Company had entered into a joint venture arrangement with Titagarh Rail Systems Limited ("TRSL") and consequently Ramkrishna Titagarh Rail Wheels Limited ("RTRWL") was incorporated on June 9, 2023. RTRWL will be engaged in manufacturing and supply of forged wheels under long term agreement under Aatma Nirbhar Bharat.
  - The Board of Directors of the Holding Company in its meeting dated December 14, 2022 had approved an investment to acquire upto 51% voting rights of Tsuyo Manufacturing Pvt Ltd ("TMPL"), a Make-In-India start-up company engaged in powertrain solutions for electric vehicles. Subsequently, the Holding Company has invested ₹ 1,000.00 lakhs via Optionally Convertible Debentures (OCD) convertible into equity shares, at the option of the holding company, in accordance with a pre-determined conversion formula. The Holding Company expects to further invest ₹ 9,000.00 lakhs in TMPL.
- 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 Holding Company has not yet exercised the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. However, the Holding Company expects to be in lower tax regime after financial year 2022-2023 and accordingly the Deferred Tax Liabilities (net) have been re-measured. Consequently, tax expense for the six-months period ended September 30, 2022 includes a credit of ₹ 393.84 lakhs (September 30, 2021: ₹ Nil).
  - The Group had prepared separate Statement of Unaudited Consolidated Financial Results (the "Consolidated Financial Results") for the quarter and half year ended September 30, 2022, in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting". These Unaudited Consolidated Financial Results were prepared for submission by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
  - The figures for the corresponding previous period have been the regrouped/reclassified wherever necessary to confirm to current period's presentation.

As per our report of even date  
For S.R.Batilboi & Co. LLP  
ICAI Firm Registration No. 301003E/E300005  
Chartered Accountants

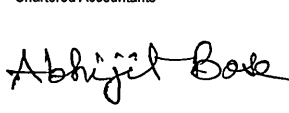


Per Sanjay Kumar Agarwal  
Partner  
Membership No. 060352

Place: Kolkata  
Dated: November 8, 2023



For S K Naredi & Co.  
ICAI Firm Registration No. 003333C  
Chartered Accountants

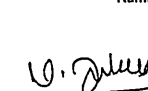


Per Abhijit Bose  
Partner  
Membership No. 056109

Place: Kolkata  
Dated: November 8, 2023



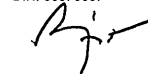
For and on behalf of the Board of Directors of  
Ramkrishna Forgings Limited



(Naresh Jalan)  
Managing Director  
DIN: 00375462



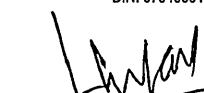
(Pawan Kumar Kedia)  
Wholesale Director  
DIN: 00375557



(Rajesh Mundhra)  
Company Secretary  
ACS: 12991



(Chaitanya Jalan)  
Wholesale Director  
DIN: 07540301



(Lalit Kumar Khetan)  
Wholesale Director & CFO  
DIN: 00533671 & FCA: 056935

