



AIA Engineering Limited

August 11, 2020

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

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

Dear Sir/Madam,

Sub: Unaudited Financial Results for the Quarter ended June 30, 2020 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith Unaudited Financial Results [Standalone and Consolidated] of the Company for the Quarter ended June 30, 2020 alongwith Limited Review Reports [Standalone and Consolidated] taken on record by the Board of Directors of the Company in its meeting held today i.e. August 11, 2020, which was commenced at 11.00 a.m. and concluded at 02.00 p.m.

Please take the same on record.

Thanking you.

Yours faithfully,
For AIA Engineering Limited

S. N. Jetheliya
Company Secretary



Encl: As above

CIN : L29259GJ1991PLC015182

An ISO 9001 Certified Company

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AIA ENGINEERING LIMITED

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259GJ1991PLC015182
Ph. 079-22901078; Fax: 079-22901077; E-mail: ric@alaengineering.com; Website: www.alaengineering.com
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended		Year ended	
		30-Jun-2020	31-Mar-2020	30-Jun-2019	31-Mar-2020
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	47,192.38	68,530.82	58,263.56	249,806.44
	Other operating revenue	1,892.20	2,661.58	1,952.17	8,956.00
	a) Total revenue from operations	49,084.58	71,192.40	60,215.73	258,762.44
	b) Other income	5,989.58	30,036.24	3,291.90	48,548.45
	Total income (a+b)	55,074.16	101,228.64	63,507.63	307,310.89
2	Expenses				
	a) Cost of materials consumed	18,697.36	28,063.51	27,039.57	102,942.55
	b) Purchase of stock-in-trade	1,194.63	1,375.70	3,140.14	10,203.44
	c) Changes in inventories of finished goods and work-in-progress	(16.81)	4,189.37	(2,164.93)	4,455.26
	d) Employee benefits expense	2,477.45	2,602.21	2,370.38	9,953.04
	e) Finance costs	126.85	127.95	134.54	519.89
	f) Depreciation and amortisation expense	2,446.21	2,625.78	2,315.21	9,551.24
	g) Other expenses	13,285.86	19,059.72	18,200.27	73,944.44
	Total expenses (a+b+c+d+e+f+g)	38,211.55	58,044.24	51,035.18	211,569.86
3	Profit before tax (1-2)	16,862.61	43,184.40	12,472.45	95,741.03
4	Tax expense				
	(i) Current tax	6,176.91	4,204.20	3,850.25	14,250.45
	(ii) Deferred tax	(1,866.13)	(2.40)	281.60	(1,762.39)
	Total tax expense (i+ii)	4,310.78	4,201.80	4,131.85	12,488.06
5	Profit for the period (3-4)	12,551.83	38,982.60	8,340.60	83,252.97
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	(53.88)	18.24	3.24	(287.76)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	-	-	-	-
	(iii) Items that will be reclassified to statement of profit and loss	(608.90)	474.14	(328.25)	647.65
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	153.25	(151.03)	114.70	(97.28)
7	Total other comprehensive income / (loss) (net of tax)	(509.53)	341.35	(210.31)	262.61
8	Total comprehensive income for the period (5+7)	12,042.30	39,323.95	8,130.29	83,515.58
9	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
10	Other equity				359,338.75
11	Earnings per equity share (EPS) in ₹ (not annualised)				
	Basic	13.31	41.33	8.84	88.27
	Diluted	13.31	41.33	8.84	88.27

Notes:

- The above unaudited standalone financial results for the quarter ended 30 June 2020 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 11 August 2020. This unaudited standalone financial results have been subjected to Limited review by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
- Figures for the 3 months ended 31 March 2020 as reported in this unaudited standalone financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- The unaudited standalone financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- The Company had decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from previous financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded/remeasured using the new tax rate and the resultant impact is recognised during previous financial year. Pursuant to the selection of this option, the Company had reversed deferred tax liabilities amounting to ₹ 2,066.17 lakhs due to reduction in corporate tax rate during previous financial year.
- The Company has only one reportable primary business segment as per IND AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- Subsequent to outbreak of COVID-19 Pandemic and consequent lock down across the Country, the Company's Units, which had to suspend operations temporarily, have resumed operations, as per the guidelines and norms prescribed by the Government authorities. The Company continues to monitor the impact of COVID-19 on its business including customers, supply-chain, employees/workers and logistics. The Company has considered internal and external information while evaluating various estimates in relation to its financial results upto the date of its approval by the Board of Directors and has not identified any material impact on the carrying value of assets, liabilities or provisions. The further impact of the COVID-19 Pandemic, if any, may be different from estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic condition.
- Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.

By Order of Board of Directors
For AIA Engineering Limited



Place: Ahmedabad
Date: 11 August 2020



(Bhadresh K. Shah)
Managing Director
DIN:00058177

B S R & Co. LLP

Chartered Accountants

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

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

To Board of Directors of AIA Engineering Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of AIA Engineering Limited ('the Company') for the quarter ended 30 June 2020 ('the Statement') being submitted by the Company pursuant to the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to the fact that the figures for the three months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm Registration Number: 101248W/W-100022



Rupen Shah
Partner

Place: Ahmedabad
Date: 11 August 2020

Membership No.: 116240
ICAI UDIN: 20116240AAAACN8768

**AIA ENGINEERING LIMITED**

Regd. Office.: 115, GVMM Estate, Odhav Road, Ahmedabad 382 410; CIN: L29259GJ1991PLC015182
 Ph. 079-22901078; Fax: 079-22901077; E-mail: ric@aiaengineering.com; Website: www.aiaengineering.com
 STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2020

(₹ in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30-Jun-20	31-Mar-20	30-Jun-19	31-Mar-20
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from operations	56,142.13	83,031.84	71,374.36	289,131.75
	Other operating revenue	1,892.54	2,661.58	1,952.17	8,956.00
	a) Total revenue from operations	58,034.67	85,693.42	73,326.53	298,087.75
	b) Other income	7,475.59	2,921.42	3,863.64	14,191.00
	Total Income (a+b)	65,510.26	88,614.84	77,190.17	312,278.75
2	Expenses				
	a) Cost of materials consumed	20,016.57	29,498.81	30,367.58	111,589.77
	b) Changes in inventories of finished goods and work-in-progress	2,767.82	8,055.47	(1,694.75)	5,757.10
	c) Employee benefits expense	3,315.65	3,436.36	3,205.49	13,438.76
	d) Finance costs	140.78	136.37	142.98	558.75
	e) Depreciation and amortisation expense	2,511.23	2,685.20	2,362.22	9,787.92
	f) Other expenses	19,586.23	26,227.97	24,586.71	99,274.02
	Total expenses (a+b+c+d+e+f)	48,338.28	70,040.18	58,970.23	240,406.32
3	Profit before tax (1-2)	17,171.98	18,574.66	18,219.94	71,872.43
4	Tax expense				
	(i) Current tax	6,197.18	4,155.53	3,860.76	14,300.02
	(ii) Excess provision for tax of earlier periods written back	-	-	-	(5.27)
	(iii) Deferred tax	(1,958.44)	176.91	404.65	(1,454.33)
	Total tax expense (i+ii+iii)	4,238.74	4,332.44	4,265.41	12,840.42
5	Profit for the period (3-4)	12,933.24	14,242.22	13,954.53	59,032.01
6	Other comprehensive income / (loss):				
	(i) Items that will not be reclassified to statement of profit and loss	(58.53)	(4.31)	4.55	(306.37)
	(ii) Income tax relating to items that will not be reclassified to statement of profit and loss	1.17	5.67	(0.43)	4.68
	(iii) Items that will be reclassified to statement of profit and loss	(837.76)	2,232.71	(1,727.46)	5.27
	(iv) Income tax relating to items that will be reclassified to statement of profit and loss	153.25	(151.03)	114.70	(97.28)
7	Total other comprehensive income / (loss) (net of tax)	(741.87)	2,083.04	(1,608.64)	(393.70)
8	Total comprehensive income for the period (5+7)	12,191.37	16,325.26	12,345.89	58,638.31
9	Net profit / (loss) attributable to:				
	a) Owners of the Group	12,926.74	14,162.55	14,039.95	59,035.80
	b) Non-Controlling Interest	6.50	79.67	(85.42)	(3.79)
10	Other comprehensive income / (loss) attributable to:				
	a) Owners of the Group	(740.99)	2,087.28	(1,608.86)	(390.20)
	b) Non-Controlling Interest	(0.88)	(4.24)	0.22	(3.50)
11	Total comprehensive income / (loss) attributable to:				
	a) Owners of the Group	12,185.75	16,249.83	12,431.09	58,645.60
	b) Non-Controlling Interest	5.62	75.43	(85.20)	(7.29)
12	Paid-up equity share capital - face value of ₹ 2 each	1,886.41	1,886.41	1,886.41	1,886.41
13	Other equity				368,242.23
14	Earning per equity share (EPS) in ₹ (not annualised)				
	Basic	13.71	15.02	14.89	62.59
	Diluted	13.71	15.02	14.89	62.59



Notes:

- (i) The above unaudited consolidated financial results for the quarter ended 30 June 2020 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 11 August 2020. This unaudited consolidated financial results have been subjected to Limited Review by the statutory auditors of the Company. The statutory auditors have expressed an unmodified conclusion.
- (ii) Figures for the 3 months ended 31 March 2020 as reported in this unaudited consolidated financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the previous financial year. Also, the figures upto the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
- (iii) The unaudited consolidated financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment Rules), 2016.
- (iv) The unaudited consolidated financial results comprise of the results / financial information of the Holding Company, i.e., AIA Engineering Limited, and its subsidiaries namely - Welcast Steels Limited - India, AIA CSR Foundation - India, Vega Industries (Middle East) F.Z.C. - U.A.E., Vega Industries Limited - U.K., Vega Industries Limited - U.S.A., Vega Steel Industries (RSA) (PTY.) Limited - South Africa, Wuxi Vega Trade Co., Limited - China, PT. Vega Industries Indonesia - Indonesia, Vega Industries Chile SPA - Chile, AIA Ghana Limited - Ghana and Vega Industries Australia Pty. Ltd. - Australia.
- (v) The Holding Company had decided to exercise the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from previous financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised during previous financial year. Pursuant to the selection of this option, the Holding Company had reversed deferred tax liabilities amounting to ₹ 2,066.17 lakhs due to reduction in corporate tax rate during previous financial year.

Welcast Steels Limited, the subsidiary of the Holding Company had decided to exercise the option permitted under Section 115BAA of the Income tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 from previous financial year. Accordingly, the provision for income tax and deferred tax balances have been recorded / remeasured using the new tax rate and the resultant impact is recognised during the previous financial year which is not material to the audited consolidated financial results of the Group.

- (vi) The Group has only one reportable primary business segment as per Ind AS 108 - "Operating Segments", i.e., Manufacturing of High Chrome Mill Internals.
- (vii) Subsequent to outbreak of COVID-19 Pandemic and consequent lock down across the Country, the Group's manufacturing units, which had to suspend operations temporarily, have resumed operations, as per the guidelines and norms prescribed by the Government authorities. The Group continues to monitor the impact of COVID-19 on its business including customers, supply-chain, employees/workers and logistics. The Group has considered internal and external information while evaluating various estimates in relation to its financial results upto the date of its approval by the Board of Directors and has not identified any material impact on the carrying value of assets, liabilities or provisions. The further impact of the COVID-19 Pandemic, if any, may be different from estimated as at the date of approval of these financial results and the Group will continue to closely monitor any material changes to future economic condition.
- (viii) Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.

Place: Ahmedabad
Date: 11 August 2020



By Order of Board of Directors
For AIA Engineering Limited

A handwritten signature in black ink, appearing to be "Bhadresh K. Shah".

(Bhadresh K. Shah)
Managing Director
DIN:00058177

BSR & Co. LLP

Chartered Accountants

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

To
Board of Directors of AIA Engineering Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of AIA Engineering Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 30 June 2020 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This Statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

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

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



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

5. Attention is drawn to the fact that the figures for the three months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
6. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditor referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the interim financial results of 1 subsidiary included in the Statement, whose interim financial results reflect total revenues of INR 2,374.31 lakhs, total net loss after tax of INR 86.65 lakhs and total comprehensive loss of INR 90.13 lakhs, for the quarter ended 30 June 2020, as considered in the Statement. The interim financial results have been reviewed by other auditor whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matter.
8. The Statement includes the interim financial information of 1 wholly owned subsidiary and 6 step down subsidiaries which have not been reviewed, whose interim financial information reflects total revenues of INR 8,410.97 lakhs, total net loss after tax of INR 237.19 lakhs and total comprehensive loss of INR 159.81 lakhs for the quarter ended 30 June 2020, as considered in the Statement. According to the information and explanations given to us by the management, this interim financial information is not material to the Group.

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

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

Firm Registration Number: 101248W/W-100022



Rupen Shah
Partner

Place: Ahmedabad
Date: 11 August 2020

Membership No.: 116240
ICAI UDIN: 20116240AAAACM3732