

Voltamp Transformers Limited

REF.: VTL/SEC/NSE/SEPT-2024

26th October 2024

To,
National Stock Exchange of India Limited,
Listing Department "Exchange Plaza,"
Bandra –Kurla Complex,
Bandra (E),
Mumbai 400 051.

To,
BSE Limited,
Department of Corporate Services,
Floor 1, Rotunda Building,
P J Towers, Dalal Street,
Mumbai 400 001.

Scrip Code: VOLTAMP

Scrip Code: 532757

Dear Sir/ Madam,

Sub.: Press Release

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Press Release issued by the Company in connection with the financial results for the quarter and half year ended 30th September 2024, announced today in the Board Meeting.

This is for your information and record.

Thanking you,

Yours faithfully

For Voltamp Transformers Limited

Sanket Rathod

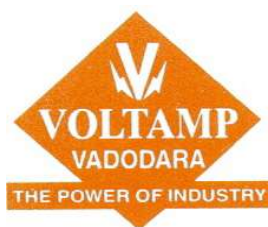
Company Secretary & Compliance Officer

Encl: A/a.

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Fax : + 91 - 265 6141499 , 304 1499 **Email :** voltamp@voltamptransformers.com **Web :** www.voltamptransformers.com **CIN :** L31100GJ1967PLC001437

Branches:

Ahmedabad / Bangalore / Bhubaneshwar / Chandigarh / Chennai / Coimbatore / Guwahati / Jaipur / Jamshedpur / Kolkata / Mumbai / Nagpur / New Delhi / Pune / Secunderabad



VOLTAMP TRANSFORMERS LIMITED

COMMENTS ON WORKING RESULTS AND BUSINESS SCENARIO

1) **SALES & SERVICES REVENUE:**

Date: 26.10.2024

(Rs. In Crores)

Sr. No.	Particulars	QTR II 2024-25	QTR II 2023-24	% age increase / (Decrease)	QTR I 2024-25
I	Total Revenue from Operations	397.74	381.39	4%	428.15
II	Volume (MVA)	3598	2935	23%	3526

2) **SUMMARISED FINANCIAL RESULTS:**

a) **SECOND QUARTER:**

Particulars	QTR II 2024-25	QTR II 2023-24	% age increase	QTR I 2024-25
Net Sales and Services Income	397.74	381.39	4%	428.15
Other Income	32.04	17.91	79%	28.79
Total Income	429.78	399.30	8%	456.94
Net Profit before Tax	103.52	83.64	24%	101.27
Less: Investment Income	30.98	17.38	78%	28.36
Operating Profit	72.54	66.26	9%	72.91
EBIDTA MARGIN	18.85%	18.03%	5%	17.70%

b) **FIRST HALF (6 MONTHS) PERIOD:**

Particulars	2024-25 (Rs. Crores)	2023-24 (Rs. Crores)	% age increase
Net Sales and Services Income	825.89	703.58	17%
Other Income	60.84	40.94	49%
Total Income	886.73	744.52	19%
Net Profit before Tax	204.79	152.10	35%
Less: Investment Income	59.34	39.00	52%
Operating Profit	145.45	113.10	29%
EBIDTA MARGIN	18.26%	16.60%	10%
VOLUME (MVA)	7124	5686	25%

(P.T.O)

- 3) Break up of OTHER INCOME (INVESTMENT) of Rs. 59.34 crores for the half year ended 30th September 2024:

	Rs. crores
a) Interest Income (Tax Free Bond + Taxable Bond)	16.92
b) Dividend Income (Mutual Fund)	0.02
c) Capital Gain (Short term + Long term) (Debt + Equity) Actual realised capital gain (with original acquisition cost: Rs.21.95 crores)	4.64
d) Net Gain arising on Financial assets (designated as FVTPL) (Marked to Market adjustment) (BOOK ENTRY)	37.76

- 4) **WORKING CAPITAL:**

Updated status of receivables, inventory, investments and creditors:

(Rs. in crores)

Sr. No	Particulars	Sep-23	Dec-23	Mar:24	Jun:24	Sep-24
I	Receivables	206.53	146.55	238.75	99.70	160.93
II	Inventory	206.02	232.29	226.21	223.91	314.26
III	Investments	809.37	854.80	921.74	1097.18	995.36
IV	Creditors	16.12	18.38	8.46	39.47	23.81

- 5) **RETURN ON CAPITAL EMPLOYED FOR THE FIRST HALF YEAR: (ANNUALISED)**

		2024-25 (Rs. Lakhs)	2023-24 (Rs. Lakhs)
a)	on business operations:	68.43%	60.92%
	- EBIT excluding investment income	14612.75	11364.79
	- Average Capital Employed in business	42705.56	37312.05
b)	on Investment:	12.38%	10.22%
	- Income from Investment	5934.34	3900.31
	- Average Investment	95855.53	76348.86

ROCE on investment for first half of FY:2024-25 improved compared to same period for previous year on account of increase in allocation to fixed income products and softening of yield in Indian bond market resulting in to increase in mark to market gain on long term debt funds.

(P.T.O)

6) **UPDATE ON OPERATIONS AND MARKET:**

- The Company Operations for the first half of the current financial year are satisfactory with production and despatches in line with the budgeted numbers.
- Market momentum in green energy project is continuing. Overall enquiry pipeline continue to be healthy. Decision making at times get differed with swing in commodities prices and currency movement.
- Sourcing CRGO electrical steel sheet and few critical components (of import origin) remains challenge. The present conflict in west Asia is an area of concern, if escalate can impact cost of imported input materials.
- Competition in market place is getting intensified which will normalise margin going forward.
- In the first half of FY:25, Indian corporates have navigated global uncertainties with cautious optimism. Sectors focused on the domestic market have shown resilience buoyed by steady domestic demand. The Indian economy remains well-positioned experiencing healthy growth and moderating inflation. Expected increase in the Government's capital expenditure from the next financial year and further pick-up in private capex will be supportive of growth.
- In a recent interview CEA Chairman said India's peak demand for power which has been rising at a CAGR of 6% is now expected to grow faster at 7% in next 5 years, owing to increased economic activity and setting up of new industries. For the first time CEA is also planning to come out with a National Electricity Plan for the distribution sector to ensure better network planning and power adequacy. Currently, NEPs are formulated for generation and transmission.
- Looking ahead, the business outlook in near term likely to remains stable, boosted by steady domestic demand and continued government support for green energy and infrastructure projects. Surprising India's factory output growth, as measured by the Index of industrial production marginally fell by 0.1% in August. This was the index's first contraction in 22 months at the same time the value of new investment projects announced grew 43% on year to year basis to Rs.5.5 lakh crore, in just concluded July – September quarter of the current fiscal as per the CMIE data, after contracting for the previous four quarters, indicating a prompt capex revival after elections. Hopefully momentum will be sustained and accelerated.

7) **CAPEX UPDATE:**

We are happy to report that the Company has recently signed land purchase agreement with developer and acquired suitable land parcel to put up new power transformer factory near Jarod village on Vadodara – Halol Road in Gujarat and factory construction related action will commence shortly. The new factory is expected to get operationalized in April - June 2026 quarters, subject to unforeseen circumstances.

(P.T.O)

8) ORDER BOOK & REVENUE VISIBILITY:

The opening order book at 01st April, 2024 was Rs. 840.66 crores (7839 MVA) and new orders worth Rs.1008.73 crores (8014 MVA) got added from April 2024 onwards. As on date unexecuted orders in hand Rs. 1022.01 crores (8730 MVA). The Company will continue pursuing only profitable growth opportunities ensuring balance sheet health.