


Independent Auditor's Review Report on unaudited standalone financial results for the quarter and year to date of Pennar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors of Pennar Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Pennar Industries Limited ("the Company") for the quarter ended December 31, 2024 and the year to-date results for the period from April 01, 2024 to December 31, 2024 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations").
2. This Statement, which is the responsibility of the Company's Management and has been approved by the Company'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', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ("Ind AS 34") and other recognised accounting principles generally accepted in India and is in compliance with the 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 Engagement (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.
4. Based on our review conducted as stated in paragraph 3 above, 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 Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W


Ananthakrishnan Govindan
Partner
Membership No.: 205226
UDIN: 25205226 BMKT 0A7681

Place: Hyderabad
Date: February 14, 2025

Independent Auditor's Review Report on unaudited consolidated financial results for the quarter and year to date financial results of Pennar Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To The Board of Directors Pennar Industries Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Pennar Industries Limited ("the Holding Company"), its subsidiaries, (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended December 31, 2024 and the year to-date results for the period from April 01, 2024 to December 31, 2024 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company'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' prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ("Ind AS 34") and other recognised accounting principles generally accepted in India and is in compliance with the 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 Engagement (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 matters and 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. This Statement includes the results of the Holding Company and the following entities:

Sr. No	Name of the Entity	Relationship with the Holding Company
1	Pennar Global Inc. (USA) (PGI)	Wholly owned subsidiary
2	Pennar GmbH (Germany) (Pennar GmbH)	Wholly owned subsidiary
3	Pennar Metals Private Limited (India)	Wholly owned subsidiary
4	Enertech Pennar Defense and Engineering Systems Private Limited (India)	Subsidiary
5	Pennar FZCO (Dubai)(w.e.f. November 15,2024)	Wholly owned subsidiary
6	Pennar Global Metals Inc. (USA)	Step Subsidiary (Subsidiary of PGI)
7	Ascent Buildings LLC. (USA)	Step Subsidiary (Subsidiary of PGI)
8	Pennar Global Investment LLC (USA)	Step Subsidiary (Subsidiary of PGI)
9	Cadnum SARL (France)	Step Subsidiary (Subsidiary of Pennar GmbH)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 and other recognised accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

MSKA & Associates

Chartered Accountants

6. We did not review the interim financial information of Four subsidiaries included in the Statement, whose interim financial information reflects total revenues of Rs. 19,386 lakhs and Rs.50,562 lakhs, total net profit after tax and total comprehensive income of Rs. 834 lakhs and Rs.2,083 lakhs for the quarter ended December 31, 2024 and for the period from April 01, 2024 to December 31, 2024, respectively, as considered in the Statement. This interim financial information's have been reviewed by other auditor whose reports have 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 these subsidiaries, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

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

7. The Statement includes the interim financial information of Five subsidiaries which has not been reviewed by their auditors, whose interim financial information total revenue of Rs. 1,011 lakhs and Rs. 2414 lakhs, total net (loss) after tax and total comprehensive (loss) of Rs. (82) lakhs and Rs. (126) lakhs for the quarter ended December 31, 2024 and for the period from April 01, 2024 to December 31, 2024, respectively, as considered in the Statement. This interim financial information 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 these subsidiaries is based solely on such management prepared unaudited interim financial information. According to the information and explanations given to us by the Management, this interim financial information is not material to the Group.

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

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration No.105047W



Ananthakrishnan Govindan
Partner
Membership No.: 205226
UDIN: 25205226 BMKT083297

Place: Hyderabad
Date: February 14, 2025

PENMAR INDUSTRIES LIMITED

(CIN: L27109TG1975PLC001919)

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Statement of Consolidated and Standalone Financial Results for the Quarter and Nine months Ended December 31, 2024

Sl. No	Particulars	Consolidated results						Standalone results					
		Quarter Ended		Nine months ended		Year Ended		Quarter Ended		Nine months ended		Year Ended	
		30-Sep-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Mar-24	31-Dec-23	30-Sep-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Mar-24	31-Mar-24
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	Income	83,972	74,475	2,30,777	2,32,078	3,13,057	65,424	60,020	58,466	1,85,687	1,79,885	2,45,773	
	(a) Revenue from operations	673	613	2,383	2,009	4,031	541	460	587	1,311	2,501	3,772	
	(b) Other income	84,645	75,088	2,33,160	2,34,087	3,17,088	65,965	60,480	59,053	1,86,998	1,82,336	2,49,545	
2	Expenses	51,709	44,431	1,42,366	1,42,366	1,94,930	41,127	38,819	36,210	1,16,906	1,17,256	1,57,552	
	(a) Cost of materials consumed	484	731	2,165	2,166	2,901	292	377	689	1,164	1,514	1,859	
	(b) Purchase of traded goods	(504)	(4,134)	(5,453)	(5,203)	(4,059)	(693)	(4,480)	(473)	(5,492)	(6,488)	(5,790)	
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	8,995	7,163	24,696	22,982	30,997	4,564	4,403	3,666	13,099	11,670	15,806	
	(d) Employee benefits expense	3,126	2,769	8,599	8,147	11,536	3,059	2,665	3,095	8,405	8,810	11,402	
	(e) Finance costs	1,726	1,744	5,124	5,053	6,650	1,379	1,488	4,150	4,274	4,274	5,610	
	(f) Depreciation and amortisation expense	15,131	14,502	45,037	45,213	60,991	13,136	14,275	12,302	40,145	39,729	55,128	
	(g) Other expenses	80,667	71,781	2,22,961	2,23,935	3,03,946	62,880	57,438	56,977	1,78,377	1,76,765	2,41,567	
3	Profit before tax (1-2)	3,978	3,307	11,126	9,225	13,142	3,085	3,042	2,076	8,621	5,571	7,978	
4	Tax expense	555	704	2,405	2,315	3,546	388	756	434	1,820	1,420	2,255	
	(a) Current tax	377	66	348	(44)	(339)	403	20	107	385	8	(204)	
	(b) Deferred tax charge/(credit)	932	770	2,753	2,271	3,307	791	776	541	2,205	1,428	2,051	
5	Net Profit for the period (3-4)	3,046	2,687	8,373	6,954	9,835	2,294	2,266	1,535	6,416	4,143	5,927	
	Attributable to:												
	Shareholders of the Company	3,045	2,685	8,370	6,973	9,834	2,294	2,266	1,535	6,416	4,143	5,927	
	Non-controlling interest	1	2	3	(19)	1	-	-	-	-	-	-	
6	Other comprehensive income/(loss)												
	Items that will not be reclassified subsequently to profit or loss												
	(a) Remeasurement of the net defined benefit liability	-	-	-	-	(287)	-	-	-	-	-	(287)	
	(b) Income tax relating to above items	-	-	-	-	72	-	-	-	-	-	72	
	Items that will be reclassified subsequently to profit or loss	414	77	531	119	229	-	-	-	-	-	-	
	(a) Exchange differences in translation of foreign operations	-	-	-	-	-	-	-	-	-	-	-	
	(b) Income tax relating to above items	414	77	531	119	229	-	-	-	-	-	-	
	Total other comprehensive income (5+6)	3,460	2,764	8,904	7,073	9,849	2,294	2,266	1,535	6,416	4,143	5,712	
7	Other comprehensive income for the period attributable to:												
	Shareholders of the Company	3,459	2,762	8,901	7,092	9,848	2,294	2,266	1,535	6,416	4,143	5,712	
	Non-controlling interests	1	2	3	(19)	1	-	-	-	-	-	-	
8	Paid up equity share capital [Face Value of ₹ 5 per share]	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	
9	Other equity					80,903						72,070	
10	Earnings Per Share [Face Value of ₹ 5 per share] (for the period not annualised)												
	Basic and Diluted Earnings per share (in ₹)	2.25	1.99	6.20	5.17	7.29	1.70	1.67	1.14	4.75	3.07	4.39	



NOTES:

1. The consolidated and standalone financial results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
2. The above consolidated and standalone financial results were reviewed and recommended by the Audit Committee at their meeting held on February 13, 2025 and approved by the Board of Directors at their meeting held on February 14, 2025. The Statutory Auditors have issued an unmodified conclusion in respect of the limited review for the quarter and nine months ended December 31, 2024.
3. The consolidated financial results include the results of the following group companies:

Name of the Company	Country of Incorporation	Nature of relationship	% Holding
Enertech Pennar Defense and Engineering Systems Private Limited	India	Subsidiary	51%
Pennar GmbH	Germany	Subsidiary	100%
Pennar Global Inc.	USA	Subsidiary	100%
Pennar Metals Private Limited	India	Subsidiary	100%
Pennar Global Metals, LLC	USA	Step-down Subsidiary	100%
Ascent Buildings, LLC	USA	Step-down Subsidiary	100%
Pennar Global Investments, LLC	USA	Step-down Subsidiary	100%
Cadnum SARL	France	Step-down Subsidiary	100%
Pennar FZCO (Refer Note 4)	U.A.E	Subsidiary	100%

4. The Company has formed a wholly owned subsidiary in U.A.E on November 15, 2024, with the name of Pennar-FZCO, to undertake Engineering Services in Middle East and Africa. The operations of the subsidiary is pending commencement as on December 31, 2024.
5. The Company has entered a Joint Venture Agreement with Zetwerk Manufacturing Businesses Private Limited and Others on December 31, 2024, for incorporation of a Joint Venture company. The Company is in process of acquiring its stake in the joint venture.
6. Board of directors in its meeting held on November 12, 2024, accorded its in-principle approval to sell the stake in Enertech Pennar Defense and Engineering Systems Private Limited, which is pending completion as of December 31, 2024.
7. 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. 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.



8. SEGMENT REPORTING :

Particulars	Quarter Ended			Nine months Ended			Year Ended
	31-Dec-24	30-Sep-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Mar-24	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited
Segment revenue							
Diversified engineering	41,560	41,636	38,060	1,25,508	1,19,468	1,64,137	
Custom designed building solutions & auxiliaries	44,129	35,313	38,779	1,12,438	1,18,075	1,58,391	
Total	85,689	76,949	76,839	2,37,946	2,37,543	3,22,528	
Less : Inter segment revenue	1,717	2,188	2,364	5,868	6,766	9,471	
Revenue from operations	83,972	74,761	74,475	2,32,078	2,30,777	3,13,057	
Segment results							
Diversified engineering	4,799	4,612	4,326	13,881	12,611	16,693	
Custom designed building solutions & auxiliaries	4,031	3,506	3,883	10,968	10,586	14,635	
Total	8,830	8,118	8,209	24,849	23,197	31,328	
Less: Depreciation and amortisation expense	1,726	1,744	1,755	5,124	5,053	6,650	
Finance costs	3,126	2,769	3,147	8,599	8,919	11,536	
Profit before tax	3,978	3,605	3,307	11,126	9,225	13,142	
	As at						
	31-Dec-24	30-Sep-24	31-Dec-23	31-Dec-24	31-Dec-23	31-Mar-24	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Capital employed (Segment assets - Segment liabilities) (See notes below)							
Segment assets							
Diversified engineering							
Custom designed building solutions & auxiliaries	2,09,208	2,07,200	1,93,204	2,07,200	1,93,204	1,96,350	
Total Segment Assets	77,002	72,702	63,702	72,702	63,702	67,656	
Segment liabilities							
Diversified engineering							
Custom designed building solutions & auxiliaries	1,27,127	1,26,222	1,17,720	1,26,222	1,17,720	1,20,116	
Total Segment Liabilities	62,432	60,487	54,234	60,487	54,234	56,143	
	1,89,559	1,86,709	1,71,954	1,86,709	1,71,954	1,76,259	

Notes:

i. Segment information is presented for the "consolidated financial results" as permitted under the Ind AS 108 - 'Operating Segments'.
ii. The Company is focused on two business segments: Diversified engineering and Custom designed building solutions & auxiliaries. Based on the "management approach" as defined in Ind AS 108 - 'Operating Segments', the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with these business segments. The accounting principles used in the preparation of the financial results are consistently applied to record revenue and expenditure in individual segments.



By order of the Board
for Pennar Industries Limited
CIN: L27109TG1975PLC001919

Aditya N. Rao
Aditya N. Rao
Vice Chairman & Managing Director



Place : Hyderabad
Date : February 14, 2025